



Quest
LABORATORIES LIMITED

(Formerly known as Quest Laboratories Pvt. Ltd.)

CIN No.: U24232MP1998PLC012850

August 09, 2024

To,
National Stock Exchange of India Limited
"Exchange Plaza", Bandra – Kurla Complex,
Bandra East,
Mumbai – 400051

Symbol: QUESTLAB

Sub: Submission of Annual Report for F.Y.2023-24.

Dear Sir/Madam,

With reference to captioned subject and pursuant to Regulation 34 of SEBI (LODR) Regulation, 2015, we hereby submit the Annual Report for the financial year 2023-24 of Quest Laboratories Limited to the Stock Exchange.

Kindly disseminate the same on your website and oblige us.

Thanking You,
Yours Faithfully
For, **Quest Laboratories Limited**

ANIL KUMAR
SABARWAL

Digitally signed by
ANIL KUMAR
SABARWAL
Date: 2024.08.09
16:28:58 +05'30'

Anil Kumar Sabarwal
Managing Director
DIN: 00646133

Encl: A/a

Regd. Off. & Plant : Plot No. 45, Opp. Kissan Pipe Unit 4, Sector III, Pithampur Dist. Dhar (MP) 454775.



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sales@questlabltd.com
investor@questlabltd.com



www.questlabltd.com
GST No.: 23AAACQ1040R1ZH



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Quest
LABORATORIES LIMITED

ANNUAL REPORT

2023 - 2024



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www.questlabltd.com



Pithampur, Dhar, India

QUEST LABORATORIES LIMITED
CIN - U24232MP1998PLC012850

26TH ANNUAL REPORT

2023-24

Corporate Informations

Board of Directors	: Shri Anil Kumar Sabarwal (Managing Director) Smt Tejaswini Sabarwal (Whole Time Director) Shri Rahul Dangi (Whole Time Director) Resigned - w.e.f. 02.08.2024 Shri Vinayak Sabarwal (Additional Director Designated as Executive Director) w.e.f. 01.07.2024 Shri Umendra Singh (Additional Director Designated as Executive Director) w.e.f. 01.07.2024 Shri Gautam Chand Kothari (Independent Director) Shri Amit Ramesh Chandak (Independent Director) Shri Basant Lal Menghwani (Independent Director)
Chief Financial Officer	: Shri Ramkrishna Sharma
Company Secretary	: Shri Jayesh Jain (Resigned w.e.f. 1 st July, 2024)
Statutory Auditors	: M/s. Shyam S. Gupta and Associates Chartered Accountants
Secretarial Auditor	: M/s. Shilpesh Dalal &, Company Secretary
Cost Auditors	: M/s. Saurabh Parekh & Associates, Cost Auditor
Bankers	: HDFC Bank Limited
Registered Office	: Plot No. 45 Sector III Pithampur, Dhar M.P.-454775 Phone: 07292-292374 Email:investors@questlabltd.com Website: www.questlabltd.com CIN: U24232MP1998PLC012850
Registrar & Share Transfer Agent	: M/s. Bigshare Services Private Limited Office No. S6-2, 6th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri East, Mumbai – 400 093, Maharashtra Tel: 022 - 6263 8200, E-mail: ipo@bigshareonline.com

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NOTICE

Notice is hereby given that the 26th Annual General Meeting of the Members of the **Quest Laboratories Limited** will be held on **Wednesday, 4th day of September, 2024 at 4:30 P.M.** through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”) for which the registered office of the Company situated at Plot No. 45, Sector III, Pithampur Industrial Area, Pithampur, Dhar -454775, Madhya Pradesh, shall be deemed as the venue for the Meeting and the proceedings of the Annual General Meeting shall be deemed to be made there at, to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended 31st March, 2024 together with the Reports of the Board of Directors and Auditors thereon, and in this regard, to consider, and if thought fit, to pass, with or without modification(s), if any, the following resolutions as an Ordinary Resolution:

“RESOLVED THAT the Audited Financial Statement of the Company for the financial year ended 31st March, 2024 together with the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby considered and adopted.”

2. To appoint a Director in place of Smt. Tejaswini Sabarwal (DIN- 09088283) who retires by rotation and being eligible, offers herself for re-appointment, and in this regard, to consider, and if thought fit, to pass, with or without modification(s), if any, the following resolutions as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Smt. Tejaswini Sabarwal (DIN- 09088283), who retires by rotation at this meeting and being eligible has offered herself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

SPECIAL BUSINESS

3. **Rectification of the remuneration of Cost Auditors for the financial year ending 31st March, 2025, and in this regard, to consider, and if thought fit, to pass with or without modification(s), if any, the following Resolution as an; Ordinary Resolution:**

“RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), M/s. Saurabh Parekh & Co., Cost Accountants, Indore (Mem. No.: 24706) appointed as Cost Auditors of the Company by the Board of Directors of the Company, to conduct the audit of Cost Records of the Company for the financial year ending 31st March, 2025, be paid the remuneration upto Rs. 40,000/- (Rupees Forty Thousand Only) p.a. in addition to out of pocket and/or travelling expenses as may incur in carrying out their duties as Cost Auditors, and the same is hereby ratified and approved.”

RESOLVED FURTHER THAT the Board of Directors of the company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

4. **Regularisation of Additional Director Shri Vinayak Sabarwal (DIN: 09591941), and confirming him as Whole Time Director designated as Executive Director of the Company y and in this regard, to consider, and if thought fit, to pass with or without modification(s), if any, the following Resolution as an; Special Resolution:**

“RESOLVED THAT Shri Vinayak Sabarwal (DIN: 09591941), who was appointed as additional director in Board Meeting held on 01.07.2024, be and is hereby confirmed as regular director of the company.”

“RESOLVED FURTHER THAT in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or reenactment(s) thereof, for the time being in force), approval of the members be and is hereby accorded to appoint **Shri Vinayak Sabarwal (DIN: 09591941)**, as a Whole Time Director designated as Executive Director of the Company, for a period of 5 (five) years from 01st July, 2024, the period of his office shall be liable to retire by rotation, on the terms and conditions and remuneration as follows, with liberty to the Board of Directors (hereinafter referred to as “the Board” which term shall include the Nomination and Remuneration Committee of the Board) to alter and vary the terms and conditions of the said appointment and / or remuneration as it may deem fit.”

“RESOLVED FURTHER THAT in the event of absence or inadequacy of profits in the financial year, the Company will pay remuneration by way of Salary including perquisites and allowances as specified under Section II of Part II of Schedule V to the Companies Act, 2013 or in accordance with any statutory modification(s) thereof.”

“RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to alter and vary the terms and conditions of the appointment and/or remuneration based on the recommendation of the Nomination & Remuneration Committee subject to the same not exceeding the limits specified under Section 197 read with Schedule V of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force).”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and matters and things as in its absolute discretion it may consider necessary, expedient and desirable to give effect to this resolution.”

5. **Regularisation of Additional Director Shri Umendra Singh (DIN: 10686009) , and confirming him as Whole Time Director designated as Executive Director of the Company, to consider, and if thought fit, to pass with or without modification(s), if any, the following Resolution as an Ordinary Resolution:**

RESOLVED THAT Shri Umendra Singh (DIN: 10686009), who was appointed as additional director in Board Meeting held on 01.07.2024, be and is hereby confirmed as regular director of the company.”

“RESOLVED FURTHER THAT in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or reenactment(s) thereof, for the time being in force), approval of the members be and is hereby accorded to appoint **Shri Umendra Singh (DIN: 10686009)**, as a Whole Time Director designated as Executive Director of the Company, for a period of 5 (five) years from 01st July, 2024, the period of his office shall be liable to retire by rotation, on the terms and conditions and remuneration as follows, with liberty to the Board of Directors (hereinafter referred to as “the Board” which term shall include the Nomination and Remuneration Committee of the Board) to alter and vary the terms and conditions of the said appointment and / or remuneration as it may deem fit.”

“RESOLVED FURTHER THAT in the event of absence or inadequacy of profits in the financial year, the Company will pay remuneration by way of Salary including perquisites and allowances as specified under Section II of Part II of Schedule V to the Companies Act, 2013 or in accordance with any statutory modification(s) thereof.”

“RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to alter and vary the terms and conditions of the appointment and/or remuneration based on the recommendation of the Nomination & Remuneration Committee subject to the same not exceeding the limits specified under Section 197 read with Schedule V of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force).”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and matters and things as in its absolute discretion it may consider necessary, expedient and desirable to give effect to this resolution.”

**By Order of the Board of Directors
For Quest Laboratories Limited**

CIN: U24232MP1998PLC012850

Regd. Office: Plot No. 45, Sector III,
Pithampur Industrial Area, Pithampur, Dhar
454775 (M.P.)

**Place: Pithampur
Date: 2nd August, 2024**

**Anil Kumar Sabarwal
Managing Director
DIN: 00646133**

Notes:

1. The Ministry of Corporate Affairs (“MCA”) vide its circulars dated General Circular Nos. 14/ 2020 dated April 8, 2020, 17/2020 dated April 13, 2020, 20/2020 dated May 5, 2020 and subsequent circulars issued in this regard, latest being 09/ 2023 dated September 25, 2023 and all other relevant circulars issued from time to time (“hereinafter referred as MCA Circulars”), read with Circular No. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 7, 2023 issued by the Securities and Exchange Board of India (“SEBI”), from time to time (hereinafter collectively referred to as “the Circulars”), permitted the holding of the Annual General Meeting (“AGM”) through VC/OAVM, without the physical presence of the Members at a common venue. Accordingly, the AGM of the Company is being held through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 8, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and the Circulars issued by the Ministry of Corporate Affairs dated April 08th, 2020, April 13th, 2020 and May 05th, 2020, General circular No. 02/2021 dated 13th January, 2021 and General Circular No. 02/2022 dated 05th May, 2022 ,and 28th December, 2022 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Bigshare Services Pvt. Ltd. for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by Bigshare Services Pvt Ltd.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.questlabltd.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. NSE Limited at www.nseindia.com the AGM Notice is also available on the website of Bigshare Services Pvt. Ltd. (agency for providing the Remote e-Voting facility) i.e. www.bigshareonline.com.
7. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020, 20/2020 dated May 5, 2020, 02/2021 dated 13th January, 2021, 02/2022 dated 5th May, 2022 followed by MCA Circular No. 10/2022 dated 28th December, 2022.
8. The recorded transcript of the forthcoming AGM on 6th September, 2024, shall also be made available on the website of the Company www.questlabltd.com
9. All documents referred to in the accompanying Notice and the Statement can be obtained for inspection by writing to the Company at its email ID investors@questlabltd.com till the date of AGM.
10. The Register of Directors and Key Managerial Personnel, the Register of Contract or Arrangements, has been made available electronically for inspection by the members during the AGM. Members seeking to inspect such documents can send their requests to investors@questlabltd.com
11. The register of members and share transfer books will remain closed from Thursday, 29th August, 2024 to Wednesday, 4th September, 2024 (both days inclusive) for the purpose of Annual General Meeting.
12. Members are requested to notify immediately any change of address to their depository Participant (DPs) in respect of their electronic share accounts and to the Company's Registrar and Share Transfer Agent (RTA), M/s. Bigshare Services Pvt Ltd., Office No. S6-2, 6th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri East, Mumbai – 400 093, Maharashtra, in respect of their physical share folio, if any.
13. Members who are holding shares in demat mode are requested to notify any change in their residential address, Bank A/c details and/ or email address immediately to their respective Depository Participants.
14. The SEBI has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their depository participant(s). Members holding shares in physical form are required to submit their PAN details to the Registrar and Share Transfer Agents.

15. A Statement pursuant to Section 102 of the Companies Act, 2013 in respect of the Special Businesses specified above is annexed hereto.
16. Corporate Members intending to send their authorized representative are requested to send a duly certified copy of Board Resolution authorizing their representatives to attend and vote at the Annual General Meeting.
17. Shri Shilpesh Dalal, Practising Company Secretary (Membership No. F5316, COP No. 4235) appointed as the Scrutinizer to scrutinize the voting at the meeting and remote e-voting process in a fair and transparent manner.
18. The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.questlabltd.com , and website of Bigshare Services Pvt Ltd i.e. www.bigshareonline.com not later than two working days of the conclusion of the Meeting.
19. Pursuant to Section 72 of the Companies Act, 2013 read with Rule 19(1) of the Rules made thereunder, Shareholders are entitled to make nomination in respect of shares held by them in physical form. Shareholders desirous of making nominations are requested to send their requests in Form SH.13.
20. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated 8th April, 2020, 13th April, 2020, 5th May, 2020 , 13th January, 2021, 05th May, 2022 followed by MCA Circular dated 28th December, 2022 the Company is providing facility for voting by electronic means for all its Members to enable them to cast their vote electronically and the business may be transacted through such e-voting.

A member may exercise his/her vote at the Annual General Meeting by electronic means and the Company may pass any resolution by electronic voting system in accordance with the provisions of the aforesaid Rule.

For this purpose, the Company has entered into an agreement with Bigshare Services Pvt. Ltd. for facilitating voting through electronic means, as the authorize agency.

The facility of casting votes by a member using remote e-voting system as well as e-voting on the day of the AGM will be provided by Bigshare Services Pvt. Ltd.

The Member attending the AGM who have not already cast their vote by remote e-voting on the day of the AGM will be provided by Bigshare Services Pvt. Ltd.

The Members who have cast their vote by remote e-voting prior to the meeting may also attend the AGM but shall not be entitled to cast their vote again.

21. The remote e-voting period commence on Sunday, 1st September, 2024 at 09.00 A.M. and ends on Tuesday, 3rd September, 2024 at 5.00 P.M.

Members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e., Wednesday, 28th August, 2024, may opt for remote e-voting and cast their vote electronically.

A person, whose name is recorded in the register of members or in the register of beneficial owner maintained by the depositories as on cut-off date only shall be entitled to avail the facility of remote e-voting or e-voting at the Meeting.

Once the vote on a Resolution is cast by the Member, the Member shall not be allowed to change it subsequently or cast the vote again.

Members may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again.

At the end of remote e-voting period, the facility shall forthwith be blocked

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING ARE AS UNDER:

- i. The voting period begins on Sunday, 1st September, 2024 at 09:00 AM and ends on Tuesday, 3rd September, 2024 at 05:00 PM. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 28th August, 2024 may cast their vote electronically. The e-voting module shall be disabled by Bigshare for voting thereafter.
- ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- iii. Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- iv. In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

1. Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for **Individual shareholders holding securities in Demat mode** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> 1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi/Easiest is https://web.cdslindia.com/myeasitoken/home/login or visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then use your existing my easi username & password. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of BIGSHARE the e-Voting service provider and you will be re-directed to i-Vote website for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. BIGSHARE, so that the user can visit the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasitoken/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a link https://evoting.cdslindia.com/Evoting/EvotingLoginThe system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress, and also able to directly access the system of all e-Voting Service Providers. Click on BIGSHARE and you will be re-directed to i-Vote website for casting your vote during the remote e-voting period.

<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name BIGSHARE and you will be re-directed to i-Vote website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name BIGSHARE and you will be redirected to i-Vote website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

2. Login method for e-Voting for shareholder other than individual shareholders holding shares in Demat mode & physical mode is given below:

- You are requested to launch the URL on internet browser: <https://ivote.bigshareonline.com>
- Click on “**LOGIN**” button under the ‘**INVESTOR LOGIN**’ section to Login on E-Voting Platform.
- Please enter you ‘**USER ID**’ (User id description is given below) and ‘**PASSWORD**’ which is shared separately on your register email id.
 - Shareholders holding shares in **CDSL demat account should enter 16 Digit Beneficiary ID** as user id.
 - Shareholders holding shares in **NSDL demat account should enter 8 Character DP ID followed by 8 Digit Client ID** as user id.
 - Shareholders holding shares in **physical form should enter Event No + Folio Number** registered with the Company as user id.

Note If you have not received any user id or password please email from your registered email id or contact i-vote helpdesk team. (Email id and contact number are mentioned in helpdesk section).

- Click on **I AM NOT A ROBOT (CAPTCHA)** option and login.

NOTE: If Shareholders are holding shares in demat form and have registered on to e-Voting system of <https://ivote.bigshareonline.com> and/or voted on an earlier event of any company then they can use their existing user id and password to login.

- If you have forgotten the password: Click on ‘**LOGIN**’ under ‘**INVESTOR LOGIN**’ tab and then Click on ‘**Forgot your password?**’

- Enter “**User ID**” and “**Registered email ID**” Click on **I AM NOT A ROBOT (CAPTCHA)** option and click on ‘**Reset**’.
(In case a shareholder is having valid email address, Password will be sent to his / her registered e-mail address).

Voting method for shareholders on i-Vote E-voting portal:

- After successful login, **Bigshare E-voting system** page will appear.
- Click on “**VIEW EVENT DETAILS (CURRENT)**” under ‘**EVENTS**’ option on investor portal.
- Select event for which you are desire to vote under the dropdown option.
- Click on “**VOTE NOW**” option which is appearing on the right hand side top corner of the page.
- Cast your vote by selecting an appropriate option “**INFAVOUR**”, “**NOT IN FAVOUR**” or “**ABSTAIN**” and click on “**SUBMIT VOTE**”. A confirmation box will be displayed. Click “**OK**” to confirm, else “**CANCEL**” to modify. Once you confirm, you will not be allowed to modify your vote.
- Once you confirm the vote you will receive confirmation message on display screen and also you will receive an email on your registered email id. During the voting period, members can login any number of times till they have voted on the resolution(s). Once vote on a resolution is casted, it cannot be changed subsequently.
- Shareholder can “**CHANGE PASSWORD**” or “**VIEW/UPDATE PROFILE**” under “**PROFILE**” option on investor portal.

3. Custodian registration process for i-Vote E-Voting Website:

- You are requested to launch the URL on internet browser: <https://ivote.bigshareonline.com>
- Click on “**REGISTER**” under “**CUSTODIAN LOGIN**”, to register yourself on Bigshare i-Vote e-Voting Platform.
- Enter all required details and submit.
- After Successful registration, message will be displayed with “**User id and password will be sent via email on your registered email id**”.
NOTE: If Custodian have registered on to e-Voting system of <https://ivote.bigshareonline.com> and/or voted on an earlier event of any company then they can use their existing user id and password to login.
- If you have forgotten the password: Click on ‘**LOGIN**’ under ‘**CUSTODIAN LOGIN**’ tab and further Click on ‘**Forgot your password?**’
- Enter “**User ID**” and “**Registered email ID**” Click on **I AM NOT A ROBOT (CAPTCHA)** option and click on ‘**RESET**’.
(In case a custodian is having valid email address, Password will be sent to his / her registered e-mail address).

Voting method for Custodian on i-Vote E-voting portal:

- After successful login, **Bigshare E-voting system** page will appear.

Investor Mapping:

- First you need to map the investor with your user ID under “**DOCUMENTS**” option on custodian portal.

- Click on “**DOCUMENT TYPE**” dropdown option and select document type power of attorney (POA).
- Click on upload document “**CHOOSE FILE**” and upload power of attorney (POA) or board resolution for respective investor and click on “**UPLOAD**”.

Note: The power of attorney (POA) or board resolution has to be named as the “**InvestorID.pdf**” (Mention Demat account number as Investor ID.)

- Your investor is now mapped and you can check the file status on display.

Investor vote File Upload:

- To cast your vote select “**VOTE FILE UPLOAD**” option from left hand side menu on custodian portal.
- Select the Event under dropdown option.
- Download sample voting file and enter relevant details as required and upload the same file under upload document option by clicking on “**UPLOAD**”. Confirmation message will be displayed on the screen and also you can check the file status on display (Once vote on a resolution is casted, it cannot be changed subsequently).
- Custodian can “**CHANGE PASSWORD**” or “**VIEW/UPDATE PROFILE**” under “**PROFILE**” option on custodian portal.

Helpdesk for queries regarding e-voting:

Login type	Helpdesk details
Shareholder's other than individual shareholders holding shares in Demat mode & Physical mode.	In case shareholders/ investor have any queries regarding E-voting, you may refer the Frequently Asked Questions ('FAQs') and i-Vote e-Voting module available at https://ivote.bigshareonline.com , under download section or you can email us to ivote@bigshareonline.com or call us at: 1800 22 54 22.

4. Procedure for joining the AGM/EGM through VC/ OAVM:

For shareholder other than individual shareholders holding shares in Demat mode & physical mode is given below:

- The Members may attend the AGM through VC/ OAVM at <https://ivote.bigshareonline.com> under Investor login by using the e-voting credentials (i.e., User ID and Password).
- After successful login, **Bigshare E-voting system** page will appear.
- Click on “**VIEW EVENT DETAILS (CURRENT)**” under ‘**EVENTS**’ option on investor portal.
- Select event for which you are desire to attend the AGM/EGM under the dropdown option.
- For joining virtual meeting, you need to click on “**VC/OAVM**” link placed beside of “**VIDEO CONFERENCE LINK**” option.
- Members attending the AGM/EGM through VC/ OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

The instructions for Members for e-voting on the day of the AGM/EGM are as under:-

- The Members can join the AGM/EGM in the VC/ OAVM mode 15 minutes before the scheduled time of the commencement of the meeting. The procedure for e-voting on the day of the AGM/EGM is same as the instructions mentioned above for remote e-voting.
- Only those members/shareholders, who will be present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM/EGM.
- Members who have voted through Remote e-Voting will be eligible to attend the EGM. However, they will not be eligible to vote at the AGM/EGM.

Helpdesk for queries regarding virtual meeting:

In case shareholders/ investor have any queries regarding virtual meeting, you may refer the Frequently Asked Questions ('FAQs') available at <https://ivote.bigshareonline.com>, under download section or you can email us to ivote@bigshareonline.com or call us at: 1800 22 54 22.

CIN: U24232MP1998PLC012850.
Regd. Office: Plot No. 45, Sector III,
Pithampur Industrial Area, Pithampur, Dhar
454775 (M.P.)

Place: Pithampur
Date: 2nd August, 2024

**By Order of the Board of Directors
For Quest Laboratories Limited**

**Anil Kumar Sabarwal
Managing Director
DIN: 00646133**

STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

ITEM NO. 3

The Board, on the recommendation of the Audit Committee, has approved Rectification of remuneration of the M/s. Saurabh Parekh & Associates., Cost Accountants, Indore (Mem. No.: 24706) as Cost Auditors of the company to conduct the audit of Cost Records of the Company for the financial year 2024-25 at a remuneration of Rs. 40,000/- (Rupees Forty Thousand Only) p.a. in addition to out of pocket and/or travelling expenses as may incur in carrying out their duties as Cost Auditors. In accordance with the provisions of Section 148 of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor has to be ratified by the Members of the Company.

None of the Directors/Key Managerial Personnel of the Company and their relatives are in any way, concerned or interested, financially or otherwise in the aforementioned resolution.

The Board of Directors recommends the said resolutions set out at item no. 3 of the notice for your approval by Ordinary Resolution.

ITEM NO 4

The Board, on the recommendation of the Nomination & Remuneration Committee at its meeting held on 1st July, 2024, approved the appointment of **Shri Vinayak Sabarwal (DIN: 09591941)** as Additional Director designated as Whole Time Director (Executive Director) of the Company for a period of five years, with effect from 1st July, 2024, subject to approval of shareholders at the forthcoming Annual General Meeting. Pursuant to Sections 196, 197, 203 and other applicable provisions of the Companies Act, 2013, (the Act) the Companies (Appointment and Qualification of Directors), Rules, 2014, and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Schedule V of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force, the appointment of **Shri Vinayak Sabarwal (DIN: 09591941)**, requires approval of the Members by way of special resolution. The terms and conditions of the re-appointment and remuneration payable to **Shri Vinayak Sabarwal (DIN: 09591941)** are provided in the resolution referred in Item No. 4 respectively. The Company has received from **Shri Vinayak Sabarwal (DIN: 09591941)** (i) consent in writing to act as Director in Form DIR-2 pursuant to Rule 8 of the Companies (Appointment & Qualification of Directors) Rules, 2014; (ii) intimation in Form DIR-8 pursuant to Rule 14 of the Companies (Appointment & Qualification of Directors) Rules, 2014 to the effect that he/she is not disqualified in accordance with sub-section (2) of Section 164 of the Act. In terms of Section 160 of the Companies Act, 2013, the Company has received notice in writing from a member, proposing the candidature of **Shri Vinayak Sabarwal (DIN: 09591941)** for appointment. Both the Nomination and Remuneration Committee and the Board were of the opinion, after evaluation of his qualifications, experience and other attributes, that his induction on the Board would be of immense benefit to the Company and it is desirable to avail his services as a Director to strengthen the management of the Company. The Board of Directors of the Company, therefore, recommends passing of the resolution as set out in Item No. 4 of the Notice above by way of Special resolution. Except **Shri Vinayak Sabarwal (DIN: 09591941)**.

None of the Directors and Key Managerial Personnel of the Company and their relatives, is in any way, concerned or interested in the said resolution.

ITEM NO 5

The Board on the recommendation of the Nomination & Remuneration Committee at its meeting held on 1st July, 2024, approved the appointment of **Shri Umendra Singh (DIN: 10686009)**, as Additional Director designated as Whole Time Director (Executive Director) of the Company for a period of five years, with effect from 1st July, 2024, subject to approval of shareholders at the forthcoming Annual General Meeting. Pursuant to Sections 196, 197, 203 and other applicable provisions of the Companies Act, 2013, (the Act) the Companies (Appointment and Qualification of Directors), Rules, 2014, and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Schedule V of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force, the appointment of **Shri Umendra Singh (DIN: 10686009)**, requires approval of the Members by way of special resolution. The terms and conditions of the re-appointment and remuneration payable to **Shri Umendra Singh (DIN: 10686009)**, are provided in the resolution referred in Item No. 5 respectively. The Company has received from **Shri Umendra Singh (DIN: 10686009)**, (i) consent in writing to act as Director in Form DIR-2 pursuant to Rule 8 of the Companies (Appointment & Qualification of Directors) Rules, 2014; (ii) intimation in Form DIR-8 pursuant to Rule 14 of the Companies (Appointment & Qualification of Directors) Rules, 2014 to the effect that he/she is not disqualified in accordance with sub-section (2) of Section 164 of the Act. In terms of Section 160 of the Companies Act, 2013, the Company has received notice in writing from a member, proposing the candidature of **Shri Umendra Singh (DIN: 10686009)**, for appointment. Both the Nomination and Remuneration Committee and the Board were of the opinion, after evaluation of his qualifications, experience and other attributes, that his/her induction on the Board would be of immense benefit to the Company and it is desirable to avail his/her services as a Director to strengthen the management of the Company. The Board of Directors of the Company, therefore, recommends passing of the resolution as set out in Item No. 5 of the Notice above by way of Special resolution. Except **Shri Umendra Singh (DIN: 10686009)**.

None of the Directors and Key Managerial Personnel of the Company and their relatives, is in any way, concerned or interested in the said resolution.

**By Order of the Board of Directors
For Quest Laboratories Limited**

CIN: U24232MP1998PLC012850.
Regd. Office: Plot No. 45, Sector III,
Pithampur Industrial Area, Pithampur, Dhar
454775 (M.P.)

**Place: Pithampur
Date: 2nd August, 2024**

**Anil Kumar Sabarwal
Managing Director
DIN: 00646133**

Details of the Director seeking appointment/re-appointment in the Annual General Meeting as required under Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is as follows:

Name of Director	Smt. Tejaswini Sabarwal	Shri Vinayak Sabarwal	Shri Umendra Singh
Director Identification Number	09088283	09591941	10686009
Date of Birth	15/08/1995	24/05/2001	23/12/1968
Nationality	Indian	Indian	Indian
Date of Appointment	05/03/2021	01/07/2024	01/07/2024
Qualification	M Pharma	MBA(Finance)	B.Sc.
Expertise in specific functional area	She has experience in the field of Quality Control. She has more than 7 years' experience in Pharma industries.	He is handling day to day order & government tender having experience of 4 year in this field.	He is working in quest from last 7 year for production department & he is also handle day to day activity for production. He has an all experience of 30 years in this field.
Disclosure of relationship between directors inter-se	She is wife of Shri Anil Sabarwal, Managing Director of the Company	He is son of Shri Anil Sabarwal, Managing Director of the Company.	NA
Name of other listed companies in which he holds directorship	NIL	NIL	NIL
Chairmanship/Memberships of Committees of the other listed companies in which he is Director	NIL	NIL	NIL
Number of Shares held in the Company	4,07,000	2,12,650	NIL

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the 26th Annual Report together with the Audited Financial Statement of the Company for the financial year ended 31st March, 2024.

FINANCIAL HIGHLIGHTS:

Particulars	2023-24	2022-2023
(Rs. in Lakhs)		
Income		
Revenue from Operations	8256.28	6164.06
Other Income	22.91	22.54
Total Revenue	8279.19	6186.60
Less: Expenses other than Finance cost and Depreciation	6701.43	5379.61
Profit before finance cost, depreciation & amortization, and tax	1577.76	806.99
Less: Finance Costs	76.40	53.84
Less: Depreciation and amortization expenses	56.78	54.98
Profit before Tax	1444.58	698.17
Less: Tax Expenses		
Current Tax	420.67	179.16
Deferred Tax (Assets)/Liabilities	(14.53)	(14.51)
Profit for the year	1009.38	504.49
Other Comprehensive Income	-	-
Total Comprehensive Income	-	-
Earning per equity share		
Basic	9.11	46.76
Diluted	9.11	46.76

PERFORMANCE REVIEW & COMPANY AFFAIRS

During the year under review, your Company has recorded total revenue (including other income) at Rs. 8279.19 lakhs during the financial year 2023-24 as compared to Rs. 6186.60 lakhs in the corresponding previous financial year which shows 34 % increase in the turnover .

Profit After Tax at Rs 1009.38 lakhs in the financial year 2024 as compared to 504.49 lakhs for the financial year 2023 with YOY growth of 100%

Earnings per share stood at ₹9.11 on face value of ₹10/- each.

Profit of your Company has increase due to increase in Turnover of the Company as well as addition in Other comprehensive income as compared to previous year. Hence, as the result of that profit of your Company has increased at robust growth.

DIVIDEND:

The Board of Directors ("Board"), after considering holistically the relevant circumstances and keeping in view the tremendous growth opportunities that your company is currently engaged with, has decided that it would be prudent not to recommend any dividend for the year under review.

TRANSFER OF SHARES AND UNPAID/UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

There is no money lying to unpaid/unclaimed dividend account pertaining to any of the previous years with the Company. As such the Company is not required to transfer such amount to the Investor Education and Protection Fund established by the Central Government in pursuant to the provisions of Sections 124 and 125 of the Act, read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016. Further, the provisions related to the shares in respect of which dividend has not been paid/claimed for the consecutive period of seven (7) years or more which are required to be transferred to the demat account of the IEPF Authority, are not applicable to the Company.

TRANSFER TO RESERVE:

Your Company did not create any special reserve during the year but has transferred the entire profit after tax for the year of 2023-24 of Rs 1009.38 Lakhs to Reserve and Surplus account of the Company.

LISTING OF THE SHARES.

The Equity Shares of the Company are presently listed at SME-Emerge Platform of National Stock Exchange Ltd. (NSE Ltd) on dated 24th May, 2024. Further, the Company has paid listing fees to BSE Ltd. for the FY 2024-2025.

Changes in Share Capital:

During the year under review, there was increase in Authorised, Issued, Subscribed and Paid-up Share Capital of the Company:

The Authorised and Paid-up share Capital of the Company as on March 31, 2024 was:

Authorized Capital: -

The Equity Authorized share Capital of the Company on March 31, 2024 was ₹ 12,00,00,000/- divided into 1,20,00,000 Equity Shares of ₹ 10/- each as Compared to the previous year ₹ 2,00,00,000 divided into 2,00,000 Equity Shares of ₹ 10/- each

Issued, Subscribed & Paid-up Capital: -

The Paid-up Capital of the Company is ₹ 11,93,76,000/- divided into 1,19,37,600 Equity Shares of ₹10/- each Compared to the previous ₹1,07,87,600 divided into 1,07,876 Equity Shares of ₹10/- each.

SUBSIDIARIES/ASSOCIATES/ JOINT VENTURES:

Your Company does not have any subsidiaries, associates companies & joint venture companies.

CHANGE IN THE REGISTERED OFFICE:

During the year, there was no change in address of registered office of the Company.

The Registered office of the Company is situated at Plot No. 45 Sector III Pithampur, Pithampur, Dhar, Dhar, Madhya Pradesh, India, 454775

PUBLIC DEPOSITS:

There were no outstanding deposits within the meaning of Section 73 and 74 of the Act read with rules made thereunder at the end of the financial year 2023-24 or the previous financial years. Your Company did not accept any deposit during the year under review.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

There are no loans, investments, guarantees, and security in respect of which provisions of section 185 of the Companies Act, 2013 is applicable. The Company has complied with the provisions of Section 186 of the Companies Act, 2013, to the extent applicable. The particulars of loans, guarantee and investments made during the year under review are disclosed in the financial statements.

MANAGEMENT DISCUSSION AND ANALYSIS:

Management Discussion and Analysis Report for the year under review, as stipulated under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), is presented in a separate section, forming part of the Annual Report.

DIRECTORS' RESPONSIBILITY STATEMENT:

In terms of provisions of Section 134(3) (c) read with Section 134(5) of the Companies Act, 2013, your Directors state that:

- in the preparation of the annual accounts for the year ended 31st March, 2024, the applicable accounting standards read with requirements set out under schedule III to the act have been followed and there are no material departures from the same;
- the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2024 and of the profit of the Company for the year ended on that date;
- the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the Directors have prepared the annual accounts on a going concern basis;
- the Directors, have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DISCLOSURE BY DIRECTORS:

The Directors on the Board have submitted notice of interest under Section 184(1) of the Companies Act, 2013 i.e. in Form MBP 1, intimation under Section 164(2) of the Companies Act, 2013 i.e. in Form DIR 8 and declaration as to compliance with the Code of Conduct of the Company.

Further, your Company has received declaration from all the Independent Directors of the Company confirming that they meet criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence. In the opinion of the Board, they fulfill the conditions of independence as specified in the Act and the Listing Regulations and are independent of the management.

DIRECTORS & KEY MANAGERIAL PERSONNEL

During the Year under review, Shri Anil Kumar Sabarwal (DIN: 00646133) was appointed as Managing Director and Smt. Tejaswini Sabarwal (DIN: 09088283) and Shri Rahul Dangi (DIN: 09088127) were appointed as Whole Time Director on 01.01.2024.

During the year Shri Amit Ramesh Chandak (DIN: 09419479), Shri Basant Lal Meghwani (DIN 10459081) and Shri Gautam Kothari (DIN 00115063) were appointed as independent director in Board meeting held on 10.01.2024 and subsequently confirmed in Extra Ordinary General Meeting held on 09.02.2024.

Shri Jayesh Jain appointed as a Company Secretary and Compliance Officer of the Company w.e.f. 01.01.2024. After Closure of Financial Year ../he have tendered her resignation w.e.f. 01.07.2024.

Shri Ramkrishna Sharma was appointed as Chief Financial Officer of the Company w.e.f 01.01.2024.

In accordance with the provisions of Section 152 of the Act, read with rules made thereunder and Articles of Association of the Company, Smt. Tejaswini Sabarwal (DIN- 09088283) is liable to retire by rotation at the ensuing Annual General Meeting (AGM) and being eligible offers himself for re-appointment.

The Board recommends the re-appointment of above Director for your approval. Brief details of Directors proposed to be re-appointed, as required under Regulation 36 of the SEBI Listing Regulations, are provided in the Notice of the AGM.

Pursuant to the provisions of Section 203 of the Act, the Key Managerial Personnel of the Company as on date are:-

• Shri Anil Sabarwal	Managing Director
• Smt Tejaswini Sabarwal	Whole Time Director
• * Rahul Dangi	Whole Time Director
• **Shri Jayesh Jain	Company Secretary
• Shri R.K. Sharma	Chief Financial Officer

*** Resigned w.e.f 02.08.2024**

****Resigned w.e.f 01.07.2024**

BOARD EVALUATION:

The Company has duly approved and adopted Nomination and Remuneration policy prescribing inter-alia the criteria for appointment, remuneration and performance evaluation of the directors. As mandate by Section 134 & 178 read with Schedule IV of the Act and Regulation 25 of the SEBI (LODR) Regulations, 2015 as applicable on the Company. The Independent Director in their separate meeting held on 10th March, 2023 have reviewed the performance of Non-Independent Directors and Board as a whole alongwith review of quality, quantity and timeliness of flow of information between Board and management and expressed their satisfaction over the same.

INSURANCE:

Your Company has taken appropriate insurance for all assets against foreseeable perils.

NO DEFAULTS:

The Company has not defaulted in payment of interest and/or repayment of loans to any of the financial institutions and/or banks during the year under review.

RELATED PARTY TRANSACTIONS:

The Company has not entered into any material contracts, with the related parties during the year 2023-24 and other contracts or arrangements were in the ordinary course of business on arm's length basis. Therefore, there is no particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013 which needs to disclose in the prescribed form AOC-2 and may be treated as not applicable. However, the particulars of related parties transaction have been disclosed in the note no. B-5 of the Notes to Accounts of financial statements for the year ended under review.

INTERNAL FINANCIAL CONTROLS:

Your Company's system and process relating to internal controls and procedures for financial reporting provide a reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements in accordance with applicable Indian Accounting Standards, the Companies Act, 2013 and Rules made thereunder and all other applicable regulatory/ statutory guidelines etc. As per Section 134(5)(e) of the Companies Act, 2013, the Directors have an overall responsibility for ensuring that the Company has implemented robust system and framework of Internal Financial Controls. This provides the Directors with reasonable assurance regarding the adequacy and operating effectiveness of controls with regards to reporting, operational and compliance risks. The Company has devised appropriate systems and framework including proper delegation of authority, policies and procedures, effective systems aligned to business requirements, risk based internal audits, risk management framework and whistle blower mechanism.

DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT PLAN:

In today's challenging and competitive environment, strategies for mitigating inherent risks in accomplishing the growth plans of the Company are imperative. Your Company recognizes that the risk is an integral part of business and is committed to managing the risk in proactive and efficient manner. The Company had adopted Risk Management Policy to ensure sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving risks associated with the business. In order to achieve the key objective, the policy establishes a structured and disciplined approach to Risk Management.

The management is however, of the view that none of the risks may threaten the existence of the Company as robust Risk mitigation mechanism is put in place to ensure that there is nil or minimum impact on the Company in case of any of these risks materialize. The risk management framework is reviewed periodically by the Board and Audit Committee. The details of risks and other concerns are included in the Management Discussion and Analysis Report which is the part of this Report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

In terms of Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, Management Discussion and Analysis Report is appended to and forms part of this Report.

CORPORATE GOVERNANCE:

Your Company is listed on the NSE Emerge and exempted from provisions of corporate governance as per Regulation 15 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Hence no Corporate Governance Report is required to be disclosed with Annual Report. It is pertinent to mention that your Company is committed to maintain the highest standards of Corporate Governance.

CONSERVATION OF ENERGY, TECHNICAL ABSORPTION AND FOREIGN EXCHANGE EARNING & OUTGO

The Particulars relating to conservation of energy, technology absorption and foreign exchange earnings and outgo as required to be disclosed under Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, are provided in **ANNEXURE -I** to this Report.

ANNUAL RETURN:

In compliance with provision of sec 92(3) & sec 134(3)(a), the annual return of company for the FY ended 31st March, 2024 has been uploaded on website of the company and web link of same is <https://www.questlabltd.com>.

MEETING OF DIRECTORS:

The Board meets at regular intervals to discuss and decide on Company's business policy and strategy apart from other Board business. The notice of Board meeting is given well in advance to all the Directors. The Agenda of the Board meeting is circulated to all the Directors as per the provisions of Companies Act, 2013 and rules made thereunder. The Agenda for the Board meetings includes detailed notes on the items to be discussed at the meeting to enable the Directors to take an informed decision. The Board meets 14 (Fourteen) times in the Financial Year 2023-24 viz., 04.04.2023, 07.07.2023, 25.07.2023, 04.09.2023, 30.09.2023, 22.11.2023, 01.01.2024, 10.01.2024, 29.01.2024, 31.01.2024, 02.02.2024, 29.02.2024, 12.03.2024 and 30.03.2023. The time gap between the two meetings was within the maximum permissible/extended time gap as stipulated under Section 173(1) of the Companies Act, 2013.

During the year under review One (1) meeting of Independent Directors was held on 10th March, 2024.

COMMITTEES OF THE BOARD:

The Board of Directors has the following committees:

1. Audit Committee
2. Stakeholders Relationship Committee
3. Nomination & Remuneration Committee
4. Corporate Social Responsibility Committee

The details of the committees along with their composition, number of the meetings and attendance at the meetings are as follows:

Audit committee:

Your Company has constituted Audit Committee as per section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; the terms of reference of Audit Committee are broadly in accordance with the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Companies Act, 2013. The Audit Committee comprises of the following Members as on 31st March, 2024. The Meeting of Audit Committee held on 29.02.2024

Name of the Directors	Nature of Directorship	Designation in Committee	Number of Meetings	Attendance
Shri Amit Ramesh Chandak	Non-Executive Independent Director	Chairman	1	1
Shri Gautam Chand Kothari	Non-Executive Independent Director	Member	1	1
Shri Anil Kumar Sabarwal	Chairman & Managing Director	Member	1	1

Stakeholders' Relationship Committee:

Your Company has constituted a Stakeholders' Relationship Committee in accordance with the section 178 (5) of the Companies Act, 2013 and Regulation 20 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, to redress complaints of the shareholders. The Stakeholders' Relationship Committee comprises the following Members as on 31st March, 2024:

Name of the Directors	Nature of Directorship	Designation in Committee	Number of Meetings	Attendance
Shri Basant Lal Menghwani	Non-Executive Independent Director	Chairman	0	NA
Shri Gautam Chand Kothari	Non-Executive Independent Director	Member	0	NA
Shri Anil Kumar Sabarwal	Chairman & Managing Director	Member	0	NA

Nomination and Remuneration Committee:

Your Company has constituted a Nomination and Remuneration Committee in accordance with the section 178 of the Companies Act, 2013 and Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; The Nomination and Remuneration Committee comprises of the following Members as on 31st March, 2024.

Name of the Directors	Nature of Directorship	Designation in Committee	Number of Meetings	Attendance
Shri Basant Lal Menghwani	Non-Executive Independent Director	Chairman	0	NA
Shri Gautam Chand Kothari	Non-Executive Independent Director	Member	0	NA
Shri Amit Ramesh Chandak	Non-Executive Independent Director	Member	0	NA

Corporate Social Responsibility Committee:

Your Company has constituted a CSR Committee in accordance with the provisions of section 135 of Companies Act, 2013. The CSR Committee as on 31st March, 2024 comprises the following Members:

Name of the Directors	Nature of Directorship	Designation in Committee	Number of Meetings	Attendance
Shri Anil Kumar Sabarwal	Chairman & Managing Director	Chairman	0	NA
Smt. Tejaswini Sabarwal	Whole Time Director	Member	0	NA
Shri Basant Menghwani	Non-Executive Independent Director	Member	0	NA

NOMINATION & REMUNERATION POLICY:

Pursuant to Section 178 of the Companies Act, 2013, the rules made there under and Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company has a policy for selection and appointment of Directors, Key Managerial Personnel and Senior Management Personnel and for determination of their remuneration.. The Nomination & Remuneration Policy duly approved by the Board

has been posted on the Company's website www.questlabltd.com and annexed herewith as **ANNEXURE-II** to this Report.

VIGIL MECHANISM/WHISTLE BLOWER POLICY :

The Company has a Vigil Mechanism / Whistle Blower Policy to report genuine concerns or grievances. The vigil mechanism provides for adequate safeguards against victimization of persons who use such mechanism and make provision for direct access to the chairperson of the Audit Committee in appropriate or exceptional cases. Besides, as per the requirement of SEBI (Prohibition of Insider Trading) Regulations as amended by SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018, the Company ensures to make employees aware of such Whistle –Blower Policy to report instances of leak of unpublished price sensitive information. This policy may be accessed on the Company's website, at web link: <http://www.questlabltd.com/Whistle-Blower-Policy.pdf>

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES:

The information in accordance with the provisions of section 197(12) of the Companies Act, 2013 read with Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed herewith as **ANNEXURE -III** to this Report.

CORPORATE SOCIAL RESPONSIBILITY:

In accordance with the requirement under Section 135 of Companies Act, 2013, and the rules made thereunder, read with schedule VII of the Companies Act, 2013, the Company has constituted CSR Committee and framed Policy for CSR indicating the activities to be undertaken by the Company. The CSR policy of the Company is annexed herewith as **ANNEXURE- IV**. The Company had undertaken CSR activities in the areas of promoting education, Health Care and social welfare.

The Annual Report on CSR activities, as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014 is annexed herewith as **ANNEXURE- V** to this Report.

CREDIT RATINGS:

During the period under review your company has not obtained any credit rating.

AUDITORS:

a. Statutory Auditors

M/s. Shyam S. Gupta & Associates, Chartered Accountants (Firm Registration No. 007309C), were re-appointed as Statutory Auditors of the Company at the Annual General Meeting held on 31st December, 2020, for the next term of 5 consecutive years from the conclusion of 22nd Annual General Meeting till the conclusion 27th Annual General Meeting to be held in the year 2025.

The Auditors Report 2023-24 specified that financial statements of the Company have been prepared in accordance with Accounting Standards as notified under Section 133 of the Companies Act, 2013 and does not contain any qualification, reservation or adverse remark or disclaimer, and no explanation on the part of the Board of Directors is called for.

b. Cost Auditor

M/s. Saurabh Parekh & Associates, Cost Accountants, Indore, (Mem. No. 24706) has been appointed as Cost Auditors of the Company to conduct audit of cost accounting records of the Company for the financial year ended 2024-2025.

Further, the Board on recommendation of the Audit Committee has appointed them as the Cost Auditor of the company for the financial year 2023-24 under Section 148 and all other provisions of the Companies Act, 2013. They have confirmed their eligibility for the said appointment.

Further, in compliance with the provisions of Section 148 of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment thereof, for the time being in force), the remuneration payable to the Cost Auditor is required to be ratified by the Members of the Company. Accordingly, the Board seeks ratification at the ensuing Annual General Meeting of the remuneration payable to the Cost Auditors for the Financial Year 2024-25.

c. Secretarial Auditor

The Secretarial Audit Report for the financial year ended 2023-24 does not contain any qualification, reservation or adverse remark. The Secretarial Audit Report is self-explanatory and therefore do not call for any explanatory note and the same is annexed as **ANNEXURE-VI** to this report.

Further, in compliance with provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company, on the recommendation of Audit Committee, has re-appointed M/s. Shilpesh Dalal & Co., Company Secretaries, Indore (C.P. No. 4235) to undertake the Secretarial Audit of the Company for the financial year 2024-25. They have confirmed their eligibility for the said re-appointment.

d. Internal Auditor

Pursuant to the provisions of Section 138 of the Companies Act, 2013 read with Rule 13 of the Companies (Accounts) Rules, 2014, the Company, on the recommendation of Audit Committee, re-appointed M/s Sumit Patni, as an Internal Auditor of the Company for the financial year 2024-25.

REPORTING OF FRAUDS BY AUDITORS:

During the year under review, the Statutory Auditors and Secretarial Auditor have not reported any instances of fraud committed against the Company by its officers or employees to the Audit Committee or the Board under section 143(12) of the Act.

PREVENTION OF SEXUAL HARASSMENT POLICY:

The Company has a Prevention of Sexual Harassment Policy in force in terms of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The objective of this policy is to ensure a safe, secure and friendly work environment where employees will deliver their best without any inhibition, threat of fear. The company has constituted Internal Complaints Committee as per the requirement of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. No complaints were reported during the year under review under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

VIGIL MECHANISM:

Your Company has adopted a Whistle Blower Policy and has established the necessary vigil mechanism for Directors and employees in confirmation with Section 177 of the Act and Regulation 22 of SEBI Listing Regulations, to facilitate reporting of the genuine concerns about unethical or improper activity, without fear of retaliation.

The vigil mechanism of your Company provides for adequate safeguards against victimization of Directors and employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee in exceptional cases.

During the year under review, your Company had not received any complaint.

COMPANY POLICY FOR PROMOTION OF EMPLOYMENT OF YOUTH COMING FROM THE UNDER-PRIVILEGED/DISADVANTAGED SECTION OF THE SOCIETY:

The people are recruited in the Company on the basis of their qualification/eligibility and merits without any discrimination against their gender, religion, caste, colour, ancestry, marital status, nationality and disability, and among equally qualified individuals, preference are given to people from the disadvantaged groups. The Company also conducts training programme from time to time for up-skilling, training of employees from socially disadvantaged sections of society.

ENVIRONMENT & SOCIAL CONCERN:

Your Company is committed to build business with save energy and save environment. In line of this, the Company had set up the wind mill and solar plant that generates electricity and contributed to displace emissions from the nation's coal-fired power plants and eliminates the nation's major source of acid rain, reduce total emissions of CO₂.

Your Company is committed to the sustainable use of all natural resources and minimizes waste at source and recycles where possible. Considering the scarcity of natural resources, the Company continue to maintain "Rain Water Harvesting System" at the factory premises at Pithampur, resulting in saving water and recharging of ground water consequently.

By providing such assistance, the company has demonstrated its commitment to education and its belief in the power of knowledge to transform lives. This initiative not only honors the legacy of the late founder but also serves as a testament to the company's values and its dedication to making a positive impact on society.

MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION OF THE COMPANY:

The company got its equity shares listed on SME-Emerge Platform of NSE on 24th May, 2024.

There are no other material changes and commitments, affecting the financial position of the Company which have occurred after 31st March, 2024 till the date of this report.

There has been no change in the nature of the business of the Company.

COMPLIANCE WITH SECRETARIAL STANDARDS:

The Company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India. The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

DISCLOSURE OF COMMISSION PAID TO MANAGING OR WHOLE TIME DIRECTORS:

There is no commission paid or payable by the company to the managing director or the whole time directors

ISSUE OF SHARES DURING THE YEAR:

The company issued 9,70,8840 shares as bonus shares on 30.09.2023 and 11,50,000 Shares as rights shares on 01.01.2024, during the year under review.

The company has also passed a resolution for authorisation to come up with public issue and get its shares listed on SME Emerge Platform of NSE.

CYBER SECURITY:

In view of increased cyberattack scenarios, the cyber security maturity is reviewed periodically and the processes, technology controls are being enhanced in-line with the threat scenarios. Your Company's technology environment is enabled with real time security monitoring with requisite controls at various layers starting from end user machines to network, application and the data.

GENERAL:

Your Directors state that no disclosures or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

-Details relating to deposits covered under chapter V of the Companies Act, 2013

-No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

Your Directors further state that:

-The accounts and cost records as required to be made and maintained by the Company as specified under sub-section (1) of Section 148 of the Companies Act, 2013, were made and maintained by the Company during the year 2023-24.

-In terms of the provisions of Section 134(3) (ca) of the Companies Act, 2013, there were no fraud committed against the Company by any person under Section 143(12) during the year 2023-24. Further that there were no frauds which needs to be reported by the Auditors of the Company to the Central Government.

ACKNOWLEDGEMENTS:

Your Directors would like to gratefully acknowledge all stakeholders of the Company viz: customers, dealers, suppliers, banks, shareholders and other business associates for the excellent support received from them during the year. The Directors place on record their sincere appreciation to all employees of the Company for their unstinted commitment and continued contribution to the Company's well-being.

**For and on behalf of the Board of Directors
Quest Laboratories Limited**

Place: Pithampur

Date: 2nd August, 2024

**Anil Kumar Sabarwal
Managing Director
(DIN:00646133)**

**Tejaswini Sabarwal
Whole Time Director
(DIN:09088283)**

Details of conservation of energy, technology absorption, foreign exchange earnings and outgo**a) Conservation of energy**

(i)	the steps taken or impact on conservation of energy	Continuous Monitoring on electricity uses to reduce the misuse or wastage of electricity at factory and office premise
(ii)	the steps taken by the company for utilizing alternate sources of energy	NIL
(iii)	the capital investment on energy conservation equipments	NIL

b) Technology absorption

(i)	the efforts made by the Company towards technology absorption	NIL
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	NIL
(iii)	The information regarding imported technology (imported during the last three years)-	NIL
	(a) the details of technology imported	NIL
	(b) the year of import	NIL
	(c) whether the technology been fully absorbed	NIL
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	NIL
(iv)	the expenditure incurred on Research and Development	NIL

c) Foreign exchange earnings and Outgo

Particulars	Year ended 31.03.2024 (Rs. in Lakhs)
Foreign exchange earned in terms of Actual inflows (FOB) basis	0.00
Foreign exchange outgo in terms of Actual outflows basis	0.00

**For and on behalf of the Board of Directors
Quest Laboratories Limited**

**Place: Pithampur
Date: 2nd August, 2024**

**Anil Kumar Sabarwal
Managing Director
(DIN:00646133)**

**Tejaswini Sabarwal
Whole Time Director
(DIN:09088283)**

NOMINATION & REMUNERATION POLICY

INTRODUCTION

The Nomination and Remuneration Policy adopted by the Board of Directors based on the recommendation of the Nomination and Remuneration Committee in compliance of Section 178 of the Companies Act, 2013, read along with applicable rules thereto & Regulation 19 of SEBI (LODR) Regulations, 2015 as amended from time to time.

The Policy has been formulated by Nomination and Remuneration Committee & approved by the Board of Directors.

APPLICABILITY

This policy is applicable to:

- a. Directors (Executive, non-Executive and Independent)
- b. Key Managerial Personnel (KMP)
- c. Senior Management Personnel
- d. Other employees as may be decided by the Committees ("NRC")

BRIEF OVERVIEW UNDER COMPANIES ACT 2013 and SEBI (LODR) Regulations, 2015

{Section 178 & Companies [Meetings of Board and its Powers] Rules 2014 and Regulation 19 of SEBI (LODR) Regulations, 2015}

- Constitution of the Nomination and Remuneration Committee consisting of three or more non-executive directors out of which not less than one-half shall be independent directors .
- The Nomination and Remuneration Committee shall identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.
- The Nomination and Remuneration Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and senior management personnel i.e. employees at one level below the Board including functional heads.
- The Nomination and Remuneration Committee shall, while formulating the policy ensure that:—
 - the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
 - relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
 - remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.
- Such policy shall be disclosed in the Board's report.

TERMS OF REFERENCE OF NOMINATION AND REMUNERATION COMMITTEE

- Identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.
- Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.
- Removal should be strictly in terms of the applicable law/s and in compliance of principles of natural justice.
- Formulation of criteria for evaluation of Independent Directors and the Board.
- Devising a policy on the Board diversity.
- Recommend to the Board, remuneration including salary, perquisite and commission to be paid to the Company's Executive Directors on an annual basis or as may be permissible by laws applicable.
- Recommend to the Board, the Sitting Fees payable for attending the meetings of the Board/Committee thereof, and, any other benefits such as Commission, if any, payable to the Non- Executive Directors.
- Setting the overall Remuneration Policy and other terms of employment of Directors, wherever required.
- Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of the independent directors.
- Recommend to the board, all remuneration, in whatever form, payable to senior management.

CRITERIA FOR DETERMINING THE FOLLOWING

Qualifications for appointment of Directors (including Independent Directors)

- Persons of eminence, standing and knowledge with significant achievements in business, professions and/or public service.
- Their financial or business literacy/skills.
- Their industrial experience.
- Appropriate other qualification/experience to meet the objectives of the Company.
- As per the applicable provisions of Companies Act 2013, Rules made there under and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Nomination and Remuneration Committee shall have discretion to consider and fix any other criteria or norms for selection of the most suitable candidate/s.

Positive attributes of Directors (including Independent Directors)

- Directors are to demonstrate integrity, credibility, trustworthiness, ability to handle conflict constructively, and the willingness to address issues proactively.
- Actively update their knowledge and skills with the latest developments in the industry, market conditions and applicable legal provisions.
- Willingness to devote sufficient time and attention to the Company's business and discharge their responsibilities.
- To assist in bringing independent judgment to bear on the Board's deliberations especially on issues of strategy, performance, risk management, resources, key appointments and standards of conduct.
- Ability to develop a good working relationship with other Board members and contribute to the Board's working relationship with the senior management of the Company.
- To act within their authority, assist in protecting the legitimate interests of the Company, its shareholders and employees.
- Independent Directors to meet the requirements of the Companies Act, 2013 read with the Rules made there under and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.

Criteria for appointment of KMP/Senior Management

- To possess the required qualifications, experience, skills & expertise to effectively discharge their duties and responsibilities.
- To practice and encourage professionalism and transparent working environment.
- To build teams and carry the team members along for achieving the goals/objectives and corporate mission.
- To adhere strictly to code of conduct.

EVALUATION

The Evaluation will be done on the following parameters:

(i) Board

Evaluation criteria for evaluation of Board inter- alia shall covers: Composition in light of business complexities and statutory requirements; establishment of vision, mission, objectives and values for the Company; laying down strategic road map for the Company, growth attained by the Company; providing leadership and directions to the Company and employees; effectiveness in ensuring statutory compliances and discharging its duties/ responsibilities towards all stakeholders; identification, monitoring & mitigation of significant corporate risks; composition of various committees, laying down terms of reference and reviewing committee's working etc.

(ii) Chairperson of the Company

Evaluation criteria for evaluation of Chairperson of the Company are: providing guidance and counsel in strategic matters; providing overall direction to Board towards achieving Company's objectives; effectiveness towards ensuring statutory compliances; maintain critical balance between the views of different Board Members; ensuring maximum participation and contribution by each Board Member; monitoring effectiveness of Company's governance practices; conducting Board and Shareholders meetings in effective and orderly manner etc.

(iii) Committees of the Board

Committees of the Board shall be evaluated for their performance based on: effectiveness in discharging duties and functions conferred; setting up and implementation of various policies, procedures and plans, effective use of committee's powers as per terms of reference, periodicity of meetings, attendance and participation of Committee members, providing strategic guidance to the Board on various matters coming under committee's purview etc.

(iv) Executive Directors

The performance of Managing Director, Chief Executive Officer and other Executive Directors, if any, shall be evaluated on the basis of achievement of performance targets/ criteria given to them by the Board from time to time.

(v) Non-Executive Directors including Independent Directors

The performance of Non-Executive Directors including Independent Directors shall be evaluated based on: Objectivity & constructively while exercising duties, providing independent judgment on strategy, performance, risk management and Board's deliberations; devotion of sufficient time for informed decision making; exercising duties in bona fide manner; safeguarding interest of all shareholders; upholding ethical standards of integrity & probity; updating knowledge of the Company & its external environment ; fulfillment of the independence criteria of Independent Director and their independence from the management etc.

The Board has carried out performance evaluation of its own , the Board Committees and of the Independent Directors, whereas at a separate meeting Independent Directors evaluated performance of the Non Independent Directors, Board as whole. All the Non-executive and Independent Directors having wide experience in their field. Their presence on the Board is advantageous and fruitful in taking business decisions.

POLICY RELATING TO REMUNERATION OF DIRECTORS, KMP & SENIOR MANAGEMENT PERSONNEL

- To ensure that the level and components of remuneration is reasonable and sufficient to attract, retain and motivate Directors, KMP and other employees of the quality required to run the Company successfully.

No director/KMP/ other employee is involved in deciding his or her own remuneration and the trend prevalent in the similar industry, nature and size of business is kept in view and given due weightage to arrive at a competitive quantum of remuneration & It is to be ensured that relationship of remuneration to the performance is clear & meets appropriate performance benchmarks which are unambiguously laid down and communicated.

- Improved performance should be rewarded by increase in remuneration and suitable authority for value addition in future.
- Remuneration packages should strike a balance between fixed and incentive pay, where applicable, reflecting short and long term performance objectives appropriate to the Company's working and goals.
- Following criteria are also to be considered:-
 - Responsibilities and duties;
 - Time & efforts devoted; Value addition;
 - Profitability of the Company & growth of its business;
 - Analyzing each and every position and skills for fixing the remuneration yardstick;
 - Standards for certain functions where there is a scarcity of qualified resources;
 - Ensuring tax efficient remuneration structures;
 - Ensuring that remuneration structure is simple and that the cost to the Company (CTC) is not shown inflated and the effective take home remuneration is not low;
 - Other criteria as may be applicable.
- Consistent application of remuneration parameters across the organisation.
- Provisions of law with regard making payment of remuneration, as may be applicable, are complied.
- Whenever, there is any deviation from the Policy, the justification /reasons should also be indicated / disclosed adequately.

REVIEW

The policy shall be reviewed by the Nomination & Remuneration Committee and the Board, from time to time as may be necessary.

**For and on behalf of the Board of Directors
Quest Laboratories Limited**

**Place: Pithampur
Date: 2nd August, 2024**

**Anil Kumar Sabarwal
Managing Director
(DIN:00646133)**

**Tejaswini Sabarwal
Whole Time Director
(DIN:09088283)**

ANNEXURE-III**DISCLOSURE ON MANAGERIAL REMUNERATION****1. Information required under Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

The Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2023-24.

Name	Designation	Ratio of remuneration to the median employees' remuneration
Shri Anil Sabarwal	Managing Director	97.66
Smt Tejaswini Sabarwal	Whole Time Director	90.66
Shri Rahul Dangi	Whole Time Director	81.33

Remuneration excludes provision for gratuity.

2. Percentage increase in remuneration of each Director and Key Managerial Personnel in the financial year 2023-24.

Name	Designation	Increase in Remuneration (%)
Shri Anil Sabarwal	Managing Director	No change
Smt Tejaswini Sabarwal	Whole Time Director	33.33%
* Shri R.K. Sharma	Chief Financial Officer	36.36%
* Shri Jayesh Jain	Company Secretary	-
Shri Rahul Dangi	Whole Time Director	80%

*Appointed as Company Secretary w.e.f 01.01.2024 and Chief financial officer w.e.f. 01.01.2024

Therefore the remuneration figure is not comparable.

3. The percentage increase/ decrease in the median remuneration of employees in the financial year 2023-24 is -6.55%.**4. The number of permanent employees on the rolls of Company:**

There were 74 permanent employees on the rolls of Company as on 31st March, 2024.

5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration

Average percentile increase in the salaries of employee other than the Managerial personnel in the Financial Year 2023-24 was 6.55% and the Increase in the salary of the Managerial personnel was 42.42%.

There is no direct relationship between the average increase in remuneration and Company performance. The Company takes various things like inflation, market trend and other related issue at the time of increase in remuneration of the employee. The Individual Performance is also one of the major criteria in increase of remuneration.

6. Affirmation that the remuneration is as per the Remuneration Policy of the Company:

It is hereby affirmed that the remuneration is as per the Remuneration Policy of the Company.

7. Details of employees as per rule 5(2) read with rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

a) Name of the top 10 employees in terms of remuneration drawn during the financial year 2023-24.

Sr. No	Name of Employee	Designation of the Employee	Remuneration received (in Rs.)	Nature of employment whether contractual or otherwise	Qualification and experience of the employee	Date of commencement of employment	The age of such employee	The last employment held by such employee before joining the company	Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager
1	Shri Anil Sabarwal	Managing Director	60 Lakhs	Permanent Employee	B.Sc 30 years' Experience	Managing Director Wef 01.01.2024	59	-	He is Husband of Smt Tejaswini Sabarwal, Director of the Company
2	Smt. Tejaswini Sabarwal	Whole Time Director	24 Lakhs	Permanent Employee	M.Pharma 7 years	23.04.2018	30		He is wife of Shri Anil Sabarwal, Managing Director of the Company
3	Vinayak Sabarwal	Executive Director	24 Lakhs	Permanent Employee	MBA	Executive w.ef 01.01.2024	23		He is Son of Shri Anil Sabarwal, Managing Director of the Company
4	RAM KRISHNA SHARMA	CFO	9 Lakhs	Permanent Employee	MBA	12/07/2015	37		-
5	RAHUL DANGI	WTD	9 Lakhs	Permanent Employee	M.Pharma	10/06/2019	29		-
6	SAMIKSHA SNEHAL DHARMAL	PRODUCTION MANAGER	4.80 Lakhs	Permanent Employee	B PHARMA	01/08/2023	36		-
7	GOPAL KRISHAN	FACTORY MANAGER	3.60 Lakhs	Permanent Employee	M.COM	12/07/2015	52		-

8	MAHESH TAMBE	PRODUCTION EXECUTIVE	3.12 Lakhs	Permanent Employee	B.SC	01/04/2023	50		-
9	MAHESH SINGH	MAINTANAN CE HEAD	3.12 Lakhs	Permanent Employee	B.COM	01/04/2023	46		-
10	UMENDRA SINGH	PRODUCTION MANAGER	3.06 Lakhs	Permanent Employee	B.SC	01/04/2019	56		-

- b) During the financial year, Shri Anil Sabarwal (Managing Director) did not receive remuneration of Rupees One Crore and Two Lakhs or more per annum.
- c) During a part of the financial year, Shri Anil Sabarwal (Managing Director) did not receive remuneration of eight lakh and fifty thousand rupees or more per month.
- d) During the year or a part thereof, none of the employees received remuneration is excess of that drawn by the Managing Director or Whole Time Director and holds himself or along with his spouse and dependent children, 2% or more of the equity shares of the Company.

**For and on behalf of the Board of Directors
Quest Laboratories Limited**

**Place: Pithampur
Date: 2nd August, 2024**

**Anil Kumar Sabarwal
Managing Director
(DIN:00646133)**

**Tejaswini Sabarwal
Whole Time Director
(DIN:09088283)**

CORPORATE SOCIAL RESPONSIBILITY POLICY

1. TITLE AND APPLICABILITY

The document describe the Corporate Social Responsibility Policy ("CSR Policy") of Quest Laboratories Limited ("The Company"). It includes Company's vision, mission and other relevant attributes of Corporate Social Responsibility.

In term of the provision of Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014 ('CSR Rule'), the Company has formulated and adopted this Corporate Social Responsibility ('CSR') Policy.

The CSR Policy shall be guided by The Company's corporate philosophy of respect for the individual and the society at large.

Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014, requires the Company to constitute a CSR Committee of Directors, adopt a CSR Policy, spend at least 2% of its average net profit made during the immediately preceding three financial years towards CSR activities as set out in Schedule VII to the Companies Act, 2013 and confirm compliance thereof in the Annual Report.

Accordingly, the Board of Directors at its Meeting held on 24th April, 2023 review approved and update the Company's CSR Policy.

2. CSR OVERVIEW

"Corporate Social Responsibility" (CSR) is a way of conducting business, by which corporate entities visibly contribute to the social good. The essence of CSR is to integrate economic, environmental and social objectives with the company's operations and growth. CSR is the process by which an organization thinks about and evolves its relationships with society for the common good and demonstrates its commitment by giving back to the society for the resources it used to flourish by adoption of appropriate business processes and strategies.

The main objective of CSR policy is to make CSR a key business process for sustainable development of society. In its endeavors to mutually achieve the said objective, the Act stipulates the provisions regarding mandatory adherence to the Corporate Social Responsibility practices by the prescribed classes of companies.

3. OBJECTIVE

Corporate Social Responsibility is a form of corporate self-regulation integrated into a business model. Therefore, the Policy will function as a built-in, self-regulating mechanism whereby the business will monitor and ensure its active compliance with the spirit of law, ethical standards and national norms.

The main objective of this Policy is to set guiding principles for carrying out CSR activities by the Company and also to set up process of execution, implementation and monitoring of the CSR activities to be undertaken by the Company.

4. CSR COMMITTEE

i. Composition:

The Corporate Social Responsibility committee (CSR Committee) shall consist of three or more directors, out of which one shall be Independent Director.

ii. Role: the CSR Committee, *inter alia* shall

- a) Formulate and recommend to the Board the CSR Policy and any amendments thereof which shall indicate the activities to be undertaken by the Company as specified in schedule VII of the Companies Act, 2013;
- b) Recommend the amount of expenditure to be incurred on the activities, as per CSR Policy;
- c) Be responsible for implementation and monitoring the CSR projects or programs or activities of the Company;
- d) Any other matter/thing as may be considered expedient by the members in furtherance of and to comply with the CSR Policy of the Company.

iii. Meetings: The CSR Committee shall meet as and when necessary

iv. Sitting Fees: No sitting fees shall be payable for attending CSR Committee.

v. Quorum: Quorum of meeting of CSR Committee shall be one third of the total strength or two directors, whichever is higher.

iv. The CSR Committee may invite Executives, Advisors, representatives of Social Organizations, Auditors of the Company and such other person(s) as it may consider necessary to attend the meeting.

v. The CSR Committee shall formulate and recommend to the Board, an annual action plan in pursuance of its CSR policy, which shall include the following namely:-

- a) The list of CSR projects or programmes that are approved to be undertaken in areas or subjects specified in Schedule VII of the Act.
- b) The manner of execution of such projects or programmes as specified in sub-rule (1) of rule 4.
- c) The modalities of utilization of funds and implementation schedules for the projects or programmes.
- d) monitoring and reporting mechanism for the projects or programmes and
- e) Provided that Board may alter such plan at any time during the financial year as per the recommendation of its CSR Committee, based on the reasonable justification to that effect.
- f) details of need and impact assessment, if any, for the projects undertaken by the company

5. LIST OF ACTIVITIES /PROJECTS

The Company shall undertake any of the following Activities/Projects or such other activities/projects as may be notified by the Ministry of Corporate Affairs from time to time as a part of the Corporate Social Responsibility(CSR):

i. Eradicating hunger, poverty and malnutrition, promoting healthcare including preventive health care and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promoting of sanitation and making available safe drinking water;

ii. Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects;

iii. Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;

iv. Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro-forestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga;

- v. Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries: promotion and development of traditional arts and handicrafts;
- vi. Measures for the benefit of armed forces veterans, war widows and their dependents, central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents including widows;
- vii. Training to promote rural sports, nationally recognized sports, and Olympic sports;
- viii. Contribution to the Prime Minister's National Relief Fund or Prime Minister's Citizens Assistant and Relief in Emergency Situation Fund (PM Cares Fund) any other fund set up by the Central Government for socio-economic development and relief and welfare of the Schedule Castes, the Schedule Tribes, other backward classes, minorities and women;
- ix. a). Contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government; and
 b). Contributions to public funded Universities; Indian Institute of Technology (IITs); National Laboratories and autonomous bodies established under Department of Atomic Energy (DAE); Department of Biotechnology (DBT); Department of Science and Technology (DST); Department of Pharmaceuticals; Ministry of Ayurveda, Yoga and Naturopathy, Unani, Siddha and Homoeopathy (AYUSH); Ministry of Electronics and Information Technology and other bodies, namely Defense Research and Development Organisation (DRDO); Indian Council of Agricultural Research (ICAR); Indian Council of Medical Research (ICMR) and Council of Scientific and Industrial Research (CSIR), engaged in conducting research in science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDGs).]
- x. Rural development projects;
- xi. Slum area development;
 Explanation.- For the purposes of this item, the term 'slum area' shall mean any area declared as such by the Central Government or any State Government or any other competent authority under any law for the time being in force.
- xii. Disaster management, including relief, rehabilitation and reconstruction activities.

The provisions of the Companies Act, 2013 and CSR Rules made thereafter shall have overriding effect Vis-a Vis the provisions of this policy.

A Periodic review of this policy shall be done to ensure its continued suitability, adequacy and efficacy.

6. FUNDING

In line with extent provisions of Section 135 of the Companies Act, 2013 and requirements laid down in the Companies (CSR Policy) Rules, 2014; 2 % of the average net profit of the Company made during the three immediately preceding financial years will be allocated for CSR activities.

CSR budget for the relevant financial year shall be approved by the Board.

5% of annual CSR Budget will be kept as reserve for emergency like disaster, calamity, etc. If the same remains unutilized, it may be used in the last quarter of the financial year for the other activities mentioned in Schedule VII of the Companies (CSR Policy) Rules, 2014.

The Company may build CSR capacities of their own personnel as well as those of their implementing agencies through Institutions with established track records of at least 3 financial years but such expenditure shall not exceed 5% of the total CSR expenditure of the Company in one financial year.

Any surplus arising out of the CSR projects or programs or activities shall not form part of the Business profit of a company and shall be ploughed back into the same project or shall be transferred to the Unspent CSR Account and spent in pursuance of CSR policy and annual action plan of the company or transfer such surplus amount to a Fund specified in Schedule VII, within a period of six months of the expiry of the financial year.

If the Company fails to spend, the amount stated hereinabove, then reason for not spending shall be stated in the Directors Report and if the unspent amount is not related to an ongoing project, it shall be transferred to Fund specified in Schedule VII, within a period of six months of the expiry of the financial year. Further if unspent amount is related to an ongoing project shall be transferred by the company within a period of thirty days from the end of the financial year to a special account to be opened by the company in that behalf for that financial year in any scheduled bank to be called the Unspent Corporate Social Responsibility Account, and such amount shall be spent by the company in pursuance of its obligation towards the Corporate Social Responsibility Policy within a period of three financial years from the date of such transfer, failing which, the company shall transfer the same to a Fund specified in Schedule VII, within a period of thirty days from the date of completion of the third financial year.

When the Company spends amount in excess of its requirement, such excess amount may be set off against the requirement to spend under sub-section (5) of Section 135 up to immediate succeeding 3 financial years after passing Board Resolution to that effect.

7. IMPLEMENTATION OF CSR ACTIVITIES

The Company may undertake CSR Activities either directly by itself or through a registered trust or registered society or any company established by the Company, its holding or subsidiary company or associate company under Section 8 of the Act for such non-for-profit objectives.

Provided that the Company can carry out the CSR Activities through such other institutes having an established track record of 3 (three) years in undertaking the CSR Activities.

The Company may collaborate with other companies for undertaking the CSR Activities subject to fulfillment of separate reporting requirements as prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014(the rules).

The Company should make CSR Contribution through the entities as mentioned in sub-rule 1 of rule 4 but the entity shall have Unique CSR Registration Number on or after 01st April, 2022.

The scope of this policy will extend to activities as stated under Schedule VII of the Companies Act, 2013, as presently in force. The scope of the policy to also include all additional and allied matters, as will be notified by Ministry of Corporate Affairs or such other body, as appointed/notified by Central or State Government, from time to time for this purpose.

CSR programs will be undertaken by the Company to the best possible extent within the defined ambit of the identified Project/Program.

The time period/duration over which a particular program will be spread, will depend on its nature, extent of coverage and the intended impact of the program.

The process for implementation of CSR programs will involve the following steps:

Identification of programs will be done by means of the following:

- i. Need identification studies by the Senior Management/Professional Institutions/agencies.
- ii. Receipt of proposals/ requests from District Administration/local Govt. etc.

- iii. Suggestion from the Board of Directors/Senior Management level.
- iv. Detailed assessment survey.

The Company shall give preference to the local areas and areas where the Company operates. However, this shall not bar the Company from pursuing its CSR objects in other areas.

8. MONITORING AND FEEDBACK

The administration of the CSR policy and execution of CSR Projects/programs and activities shall be carried out under the overall superintendence and guidance of an internal monitoring group (herein after CSR Team) formed for this purpose.

The internal monitoring group/CSR Team shall consist of:

- i. Managing Director
- ii. Executive Director
- iii. Chief Financial Officer of the Company
- iv. HR unit head
- v. Company Secretary

The CSR Team shall submit its report to CSR Committee formed under the Act.

CSR Team will try to obtain feedback from beneficiaries about the programs implemented at the area.

CSR initiatives of the Company will be reported in the Annual Report of the Company & the Board is Report in compliance with Section 135 of the Act, and rules made there under.

9. PROCEDURE FOR CSR ACTIVITIES

The Committee shall recommend the Board suitable CSR Activities to be undertaken during for the financial year along with the detailed plan, modalities of execution, implementation schedule, monitoring process and amount to be incurred on such activities;

The Board shall give its approval based on the recommendation of the Committee and in compliance of this policy;

The Committee, after approval, shall submit its report giving status of the CSR Activities undertaken, Expenditure incurred and such other details as may be required by the Board.

10. EXCLUSION

The CSR Activities shall not include any activity undertaken by the Company in pursuance of normal course of business of the Company.

The Company shall not make any payment directly or indirectly to Political Party(ies) for CSR Activities.

The CSR projects or programs or activities that benefit only the employees of the Company and their families shall not be considered as CSR activities in accordance with Section 135 of the Act.

Any surplus arising out of the CSR projects or programs or activities shall not form part of the business profit of the Company but should be added in the CSR Fund.

11. ALLIED MATTERS

With regard to CSR activities, Boards Report to state such particulars as stated under Companies (Corporate Social Responsibility) Rules, 2014.

The Company shall display such particulars relating to CSR Policy and activities undertaken there under as stated under Companies (Corporate Social Responsibility) Rules, 2014.

12. GENERAL

In case of any doubt with regard to any provision of the policy and also in respect of matters not covered herein, a reference to be made to CSR Committee. In all such matters, the interpretation & decision of the Committee shall be final.

Any or all provisions of the CSR Policy would be subject to revision/amendment in accordance with the guidelines on the subject as may be issued from Government, from time to time.

The CSR Committee reserves the right to modify, add, or amend any of provisions of this policy subject to approval of the Board.

**For and on behalf of the Board of Directors
Quest Laboratories Limited**

**Place: Pithampur
Date: 2nd August, 2024**

**Anil Kumar Sabarwal
Managing Director
(DIN:00646133)**

**Tejaswini Sabarwal
Whole Time Director
(DIN:09088283)**

THE ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

[Pursuant to Section 135 of the Companies Act, 2013 and
Companies (Corporate Social Responsibility Policy) Rules, 2014]

1. Brief outline of the company's CSR Policy, including overview of projects or programmes proposed to be undertaken:

In accordance with the provisions of the Companies Act, 2013 and rules made there under, the company had framed its CSR Policy to carry out its CSR activities in accordance with schedule VII of the Act. The CSR Policy annexed as Annexure-IV to this report. The CSR policy may be assessed on the company's website at www.Questlabltd.com

The Company believes in conducting its business responsibly, fairly and in a most transparent manner. It continuously seeks ways to bring about an overall positive impact on the society and environment where it operates and as a part of its social objectives.

The main objective of the CSR Policy of the Company is to lay down guidelines to make CSR a key business process for sustainable development of the society and the environment in which it operates.

During the year, the Company as part of its CSR activities provided a grant towards promoting education and Healthcare including preventive healthcare. The CSR Committee is the governing body that articulates the scope of CSR activities and ensures compliance with the CSR Policy including overview of the projects undertaken.

2. The Composition of the CSR Committee:

S. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Shri Anil Kumar Sabarwal	Chairman - Managing Director	1	1
2.	Smt. Tejaswini Sabarwal	Director	1	1
3.	Shri. Basantlal Meghwani	Member – Non-Executive Independent Director	1	1

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company:

<https://www.Questlabltd.com>
<https://www.Questlabltd.com>

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8: Not Applicable

5. (a) Average net profit of the company as per Section 135(5): 45382928.57/-
 (b) Two percent of average net profit of the company as per section 135(5): 907658.57/-
 (c) Surplus arising out of CSR Projects or programmes or activities of the previous financial years: Nil
 (d) Amount required to be set off for the financial year, if any: Nil
 (e) Total CSR Obligation for the financial year (5b+5c-5d): 907658.57/-

6. (a) Amount spent on CSR Projects (both Ongoing Project and Other than Ongoing Project): NIL
 (b) Amount spent in Administrative Overheads: NIL
 (c) Amount spent on Impact Assessment: Not Applicable
 (d) Total amount spent for the Financial Year [6a+6b+6c]: NIL
 (e) CSR amount spent or unspent for the financial year: NIL

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
-	-	-	-	-	-

(f) Excess amount for set-off, if any:

Sl. No.	Particular	Amount (in Rs.)
(1)	(2)	(3)
(i)	Two percent of average net profit of the company as per section 135(5)	-
(ii)	Total amount spent for the Financial Year	-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	-
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	-

7. (a) Details of Unspent CSR amount for the preceding three financial years:

(1)	(2)	(3)	(4)	(5)	(6)		(7)	(8)
Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Balance Amount in Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the Financial Year (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any		Amount remaining to be spent in succeeding financial years. (in Rs.)	Deficiency, if any
					Amount (in Rs)	Date of transfer		
NA	NA	NA	NA	NA	NA	NA	NA	NA

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No

If Yes, enter the number of Capital assets created/ acquired: Not Applicable

S. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pin Code of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/ beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration Number	Name	Registered Address
NA	NA	NA	NA	NA	-	-	-

(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office/Municipal Corporation/ Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): The management is holding for good project and will spent the amount in due course of time.

**For and on behalf of the Board of Directors
Quest Laboratories Limited**

Place: Pithampur
Date: 2nd August, 2024

**Anil Kumar Sabarwal
Managing Director
(DIN:00646133)**

**Tejaswini Sabarwal
Whole Time Director
(DIN:09088283)**

SECRETARIAL AUDIT REPORT

For the Financial Year ended on 31st March, 2024

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Quest Laboratories Limited
Plot No. 45, Sector III,
Pithampur Industrial Area,
Pithampur, Dhar-454775,

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Quest Laboratories Ltd. (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2024 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by Quest Laboratories Limited for the financial year ended on 31st March, 2024 according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (Not applicable to the Company during the Audit Period, as there was no such transaction)
5. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz. :-
 - (i) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; (Not applicable to the Company during the Audit Period, as the company was unlisted company)
 - (ii) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. (Not applicable to the Company during the Audit Period, as the company was unlisted company)
 - (iii) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (iv) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28 October, 2014; (Not applicable to the Company during the Audit Period, as there was no such transaction)
 - (v) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable to the Company during the Audit Period, as there was no such transaction)
 - (vi) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (vii) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not applicable to the Company during the Audit Period, as there was no such transaction).
 - (viii) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (Not applicable to the Company during the Audit Period, as there was no such transaction).

- (ix) SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as applicable from time to time. (Not applicable to the Company during the Audit Period, as there was no such transaction)

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards on Board and General Meetings, as issued by the Institute of Company Secretaries of India.
(ii) The SEBI (Listing Obligation and disclosure requirements) Regulations, (LODR). (Not applicable to the Company during the Audit Period as the company was unlisted company)

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that on the representation made by the Company and its Officer for system and mechanism formed by the Company for compliances, and examination of the relevant documents and records in pursuance thereof on test-check basis, the Company has complied with the following laws/acts specifically applicable to the Company:

- (i) The Factories Act, 1948
(ii) Labour Laws and other incidental laws related to labour and employees appointed by the Company either on its payroll or on contractual basis as related to wages, gratuity, provident fund, ESIC, Compensation etc.;
(iii) Labour Welfare Acts of State.
(iv) Acts prescribed under Direct and Indirect Taxes
(v) The Competition Act, 2002
(vi) The Negotiable Instruments Act, 1881
(vii) Environment Laws
(viii) The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.
(ix) Acts related to Drugs and Pharmacy

I further report that, the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Further the changes in the composition of the Board of directors that took place during the year under review, were carried out in compliance with relevant provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven clear days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

It may be noted that during the year, the company has filed Draft Red hearing prospectus to SEBI and stock exchange for getting its share listed on NSE Emerge Platform.

**For Shilpesh Dalal & Co.,
Company Secretary**

**Date: 19th July, 2024
UDIN: F005316F000784446
PR:-1833/2022**

**Shilpesh Dalal
(Proprietor)
M.No. FCS-5316
C.P. No. 4235
Place:Indore**

This report is to be read with my letter of even date which is annexed as 'Annexure-A' and forms an integral part of this report

To,
The Members,
Quest Laboratories Limited
Plot No. 45, Sector III,
Pithampur Industrial Area,
Pithampur, Dhar-454775,

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test-check basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Whereever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of systems and procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**For Shilpesh Dalal & Co.,
Company Secretary**

**Date: 19th July, 2024
UDIN: F005316F000784446
PR:-1833/2022**

**Shilpesh Dalal
(Proprietor)
M.No. FCS-5316
C.P. No. 4235
Place:Indore**

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members of
Quest Laboratories Limited
Plot No. 45, Sector III, Pithampur
Industrial Area, Pithampur, Dhar

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Quest Laboratories Limited** having CIN: U24232MP1998PLC012850 and having registered office at Plot No. 45, Sector III, Pithampur Industrial Area, Pithampur, Dhar (here in after referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10 (i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2024 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Ensuring the eligibility off or the appointment/continuity of every Direct or on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on my verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Shilpesh Dalal & Co.,
Company Secretary

Date: 19th July, 2024
UDIN: F005316F000784457
PR:-1833/2022

Shilpesh Dalal
(Proprietor)
M.No. FCS-5316
C.P. No. 4235
Indore

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INTRODUCTION:

Our Company, Quest Laboratories Limited is engaged in the business of manufacturing of pharmaceutical formulations across a broad spectrum, including antibiotics, antimalarials, antispasmodics, anti-inflammatories, antiemetics, respiratory medications, diabetes treatments, antidepressants, and more. These formulations fall under the trademark "*Quest Laboratories Limited*". The company produces a variety of products, comprising ethical drugs, generic drugs, and over-the-counter drugs (OTC). These products are available in various forms such as tablets, liquid orals, oral dry powders, oral powders (ORS), ointments, and external liquids. This comprehensive approach allows our Company to address a widerange of medical needs and preferences among patients.

INDUSTRY STRUCTURE AND DEVELOPMENT

India is the largest provider of generic drugs globally and is known for its affordable vaccines and generic medications. The Indian Pharmaceutical industry is currently ranked third in pharmaceutical production by volume after evolving over time into a thriving industry growing at a CAGR of 9.43% since the past nine years. Generic drugs, over-the-counter medications, bulk drugs, vaccines, contract research & manufacturing, biosimilars, and biologics are some of the major segments of the Indian pharma industry. India has the most number of pharmaceutical manufacturing facilities that are in compliance with the US Food and Drug Administration (USFDA) and has 500 API producers that make for around 8% of the worldwide API market.

Being a pharmaceutical company, we operate in an industry which is highly regulated and controlled. There are stringent and restrictive norms in relation to quality standards. Further, entry barriers in regulated markets in which we currently operate and seek to expand are very high and have extensive regulations pertaining to research, testing, manufacturing, selling and marketing of pharmaceutical products. In most regulated markets, pharmaceutical products must be registered after being tested for safety, efficacy and environmental impact and the regulations differ from country to country. Some of our customers operate in such highly regulated markets and liaise / do business with our Company based on our Company being the approved source of supply.

OPPORTUNITY AND THREATS

Opportunity and Threats

Company is in new geographies with increasing economy and industrial growth augur well for the company's products in the near short-term.

Global trade wars can pose a challenge to international trade impacting the company. Competition from new players within the country poses a threat.

SEGMENTWISE PERFORMANCE

The Company operates in a single segment of Drugs and Chemicals, which is the primary reportable segment, and the same is given in the notes to the financial statements.

OUTLOOK

Your Company's estimates for future business development are based both on its customer's forecasts and on the Company's own assessments.

RISK AND CONCERNS

The Company had adopted Risk Management Policy to ensure sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving risks associated with the business.

We believe our Promoters and Senior Management overall experience and vision will enable us to manage and grow our business in the existing markets and to enter new geographies with our competitive advantage. This will help us in addressing and mitigating various risks inherent in our business, including technical problems, facing the competitive landscape changes in global economy resulting in fluctuations in chemical and pharmaceutical pricing across the globe, etc.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has in place adequate internal financial controls with reference to all its operations and such systems are continuously reviewed and upgraded. All the transactions are properly authorized and recorded. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The Internal Audit is conducted by outside auditing firms which evaluate the functioning and quality of internal controls and check; and provides assurance of its adequacy and effectiveness. The Internal Audit Reports are actively reviews by the Audit Committee and adequate remedial measures, if any, are taken. The Internal Audit Reports are also reviews by the Board of Directors periodically. During the year, no reportable material weaknesses in the design or operations were observed.

FINANCIAL PERFORMANCE

Particulars	(Rs. in Lakhs)	
	2023-24	2022-2023
Income		
Revenue from Operations	8256.28	6164.06
Other Income	22.91	22.54
Total Revenue	8279.19	6186.60
Less: Expenses other than Finance cost and Depreciation	6701.43	5379.61
Profit before finance cost, depreciation & amortization, and tax	1577.76	806.99
Less: Finance Costs	76.40	53.84
Less: Depreciation and amortization expenses	56.78	54.98
Profit before Tax	1444.58	698.17
Less: Tax Expenses		
Current Tax	420.67	179.16
Deferred Tax (Assets)/Liabilities	(14.53)	(14.51)
Profit for the year	1009.38	504.49
Other Comprehensive Income	-	-
Total Comprehensive Income	-	-
Earning per equity share		
Basic	9.11	46.76
Diluted	9.11	46.76

The Company's total revenue for the year under review amounted to Rs. 8279.19 Lakhs as compared to Rs. 6186.60 Lakhs of the previous year. The Profit before Tax for the year under review amounted to Rs. 1444.58 Lakhs as compared to Rs. 698.17 Lakhs of the previous year. The Profit after Tax for the year under review amounted to Rs. 1009.38 Lakhs as compared to Rs. 504.49 Lakhs of the previous year. The Company is engaged in the business of manufacturing of pharmaceutical formulations across a broad spectrum, including antibiotics, antimalarials, antispasmodics, anti-inflammatories, antiemetics, respiratory medications, diabetes treatments, antidepressants, and more.

KEY FINANCIAL RATIOS AND PERFORMANCE

Ratio	2023-24	2022-23	% Variance	Explanation in case change is more than 25%, as compared to previous year
Inventory Turnover	6.05	10.07	-39.87%	-
Current Ratio	1.45	1.16	25.27%	-
Debt Equity Ratio	0.04	0.13	-66.98%	During the year ,Equity has been increased by 58275979.03 due to increase in profit.
Debtors Turnover ratio	3.81 time	2.94 time	29.57 %	-
Net Profit Margin	17.5%	11.3%	54.84%	-
Return on Net worth	0.7%	6.00%	1059.04%	-
EPS	9.11	46.76		-

MATERIAL DEVELOPMENT IN HUMAN RESOURCE AND INDUSTRIAL RELATIONS

Human resource is considered as the most valuable of all resources available to the Company. The Company continues to lay emphasis on building and sustaining an excellent organisation climate based on human performance. The Management has been continuously endeavoring in fostering high performance culture in the organisation.

Further, industrial relations remained peaceful and harmonious during the year.

CAUTIONARY STATEMENT

The Management Discussions and Analysis Statement made above are on the basis of available data as well as certain assumptions as to the economic conditions, various factors affecting raw material prices, selling prices, trend and consumer demand and preference, governing and applicable laws and other economic and political factors. The Management cannot guarantee the accuracy of the assumptions and projected performance of the Company in future. It is therefore, cautioned that the actual results may differ from those expressed and implied therein.

MD/ CFO CERTIFICATION

To,
The Board of Directors
Quest Laboratories Limited

We the undersigned in our respective capacities as the Managing Director and Chief Financial Officer of Quest Laboratories Limited (the Company"), hereby certify to the Board that:

- (a) We have reviewed Financial Statement and the cash flow statement for the Year ended on 31st March, 2024 and to the best of our knowledge and belief:
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) These statements together present a true & fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) We further state that to the best of our knowledge and belief, there are no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- (c) We are responsible for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control system of the Company pertaining to financial reporting of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the Auditors and Audit Committee:
 - (i) significant changes, if any, in the internal control over financial reporting during the year;
 - (ii) significant changes, if any, in the accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**For and on behalf of the Board of Directors
Quest Laboratories Limited**

**Place: Pithampur
Date: 2nd August, 2024**

**Anil Kumar Sabarwal R.K.Sharma
Managing Director CFO
(DIN:00646133)**

DECLARATION

As per the requirements of Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby confirm that member of the Board of Directors and Senior Management Personnel, affirmed that they have complied with the Code of Conduct of Board of Directors and Senior Management for the year ended 31st March, 2024.

**Place: Pithampur
Date: 2nd August, 2024**

**Anil Kumar Sabarwal
Managing Director
(DIN:00646133)**

INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF
QUEST LABORATORIES LIMITED
CIN NO. - U24232MP1998PLC012850**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Quest Laboratories Limited** (“the Company”), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss, and the Statement of Cash Flows for the year ended on that date, notes to the financial statement and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit and its cash flows for the date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no such key Audit Matters to be reported.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- Provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
2. As required by section 143 (3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books:
- c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows and the dealt with by this Report are in agreement with the books of account:
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act and rules made there under, as applicable;
- e) On the basis of written representations received from management as on December 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on December 31, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) Based on our examination, which included test checks the company has used accounting software for maintaining its Books of Accounts for the financial year ended 31st march 2024, which has a feature of recording audit trail(edit log) facility and the same has been made operational for all relevant transactions recorded in the software. Further, during our audit we did not come across any instance of the audit trail feature being tampered with.
- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact on its financial position.
 - ii. The company did not have any long term contracts including derivative contracts for which there were any foreseeable losses.
 - iii. there has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv.
 - a. The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign

- entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Company or
 - Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- b. The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall:
- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Funding Party or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and
- c. Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub clause (iv)(a) and (iv)(b) contain any material mis-statement.
- v. No Dividend is declared or paid by the company during the year.

DATE: 30/05/2024
PLACE: INDORE

FOR SHYAM S GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 007309C

Sd/-
SHYAM GUPTA
PARTNER
M.NO.075255
UDIN: 24075255BKAVIR3379

ANNEXURE A

**To the Independent Auditors' Report on
Financial Statements of Quest Laboratories Limited
(Referred to our report of even date)**

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements dated March 31, 2024, we report that:

i. In respect of Property, Plant & Equipment

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
- b) According to information and explanations given to us and on the basis of our examination of the records of the company, the Property, Plant & Equipment have been physically verified during the year by the management under a regular program of verification by rotation over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed.
- c) According to information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties forming part of the Property, Plant & Equipment are held in the name of the Company.
- d) According to information and explanations given to us and on the basis of our examination of the records of the company, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- e) According to information and explanations given to us and on the basis of our examination of the records of the company, there are no proceedings initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

ii. In respect of Inventory

- a) The physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion, the coverage and procedure of such verification by the management is appropriate; No discrepancies of 10% or more in the aggregate for each class of inventory were noticed and also, they have been properly dealt with in the books of account.
- b) According to information and explanations given to us and on the basis of our examination of the records of the company, the Company has been sanctioned working capital limits which is not in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. In our opinion, the quarterly statements filed by the company with the banks against sanctioned working capital loan are in agreement with books of accounts.

iii. In respect of loan granted:

According to information and explanations given to us and on the basis of our examination of the records of the company, the company has not made any investments, provided guarantee or security or granted any advance in nature of loans, secured or unsecured to Companies, Firms, Limited Liability Partnerships or other parties. **(Except : Investment in Choksi Laboratories which has been carried at its Actual Investment Value)**

- iv. **In respect of compliance of section 185 and 186 of The Companies Act, 2013**
According to information and explanations given to us and on the basis of our examination of the records of the company, in our opinion the company has not advanced any loans, made investments, gave guarantees, and provided security prescribed in provisions of section 185 and 186 of the companies Act, 2013.
- v. **In respect of public deposits**
In our opinion and according to the information and explanations given to us and on the basis of our examination, the Company has not accepted any deposit from the public within the meaning of the provisions of sections 73 to 76 or any relevant provisions of the Companies Act, 2013 and the rules framed there under.
- vi. **In respect of Cost Records:**
According to the information and explanations given to us, the maintenance of cost records has not been specified by the central government under the section 148(1) of the Companies Act, 2013 for the business activities carried out by the company. Thus reporting under clause 3(vi) of the order is not applicable to the company.
- vii. **In respect of statutory dues:**
a) According to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, duty of custom, goods & service tax, cess and other statutory dues applicable to it. As per the records of the Company, as at December 31, 2023, the Company does not have any undisputed statutory dues which are outstanding for a period of more than six months from the date they became payable.
b) According to the information and explanations given to us and on the basis of examination of records of the company there is no dispute in respect of income tax or sales tax or service tax or value added tax or GST or any other cess.
- viii. **In respect of undisclosed Income**
In our opinion and according to the information and explanations given to us and based on our examination of the records of the company, there were no such unrecorded transaction in the books of account which were surrendered or disclosed as income during the year in tax assessments under Income Tax Act, 1961 (43 of 1961).
- ix. **In respect of repayment of loan**
According to the information and explanations given to us, based on our examination of the records of the company and on the basis of overall examination of the Balance Sheet of the Company,
a) The company has not defaulted in repayment of loans or borrowing to a financial institution or bank.
b) The company has not been declared willful defaulter by any bank or financial institution.
c) In our opinion the term loan were applied for the purpose for which the loan was obtained.
d) No such short term loan funds have been utilized for long term purpose.
e) The company has not raised any fund from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
f) The company has not raised any loan during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x. **In respect of funds raised through IPO/FPO/Debt finance**
a) On the basis of overall examination of the Balance Sheet of the Company, according to the information and explanations provided to us and based on our examination of the records of the company we report that monies raised by way of term loans were applied for the purposes for which those were raised. The Company did not raise any

money by way of initial public offer or further public offer (including debt instrument). However the Company got listed on NSE-Emerge platform on 24th May, 2024.

- b) In our opinion and according to the information and explanations given to us as well as based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year under section 42 and section 62 of the Companies Act, 2013.

xi. In respect of fraud reporting

- a) According to the information and explanations given to us and based on our examination of the records of the company, no material fraud by the Company or on the Company by its officers or employees was noticed or reported during the year.
- b) According to the information and explanations given to us and based on our examination of the records of the company, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) According to the information and explanations given to us and based on our examination of the records of the company, there are no whistle blower complaints received by the Company during the year.

xii. In respect of Nidhi Company

According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.

xiii. In Respect of Transactions With Related Parties

According to the information and explanations given to us, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

xiv. In Respect of Internal Audit System

According to the information and explanations given to us and based on our examination of the records of the Company, the company has an internal audit system commensurate with the size and nature of its business and the reports of the Internal Auditors for the period under audit were considered by us.

xv. In respect of Non-Cash Transactions

According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order are not applicable.

xvi. In respect of compliance of section 45IA of the RBI Act, 1934

- a) The Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi)(a) of the Order is not applicable.
- b) The Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi)(b) of the Order is not applicable.
- c) The Company is not a core investment company (CIC) as defined in the regulations made by the reserve Bank of India. Accordingly, clause 3(xvi)(c) of the order is not applicable.

- d) According to information and explanations given to us during the course of audit, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. In respect of Cash losses**
The company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- xviii. In respect of resignation of statutory auditors**
There has been no resignation of the statutory auditors during the year.
- xix. In respect of any material uncertainty to meet liability**
In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which cause us to believe that any material uncertainty exists as on the date of the audit report that the company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. In Respect of Unspent Amount Under Section 135(5) of The Companies Act, 2013**
- a.** In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, there was no such unspent amount to be transferred to fund specified in Schedule VII to the Companies Act. Accordingly, paragraphs 3(xx)(a) of the Order are not applicable.
- b.** The Company does not have ongoing projects under section 135 of the Companies Act. Accordingly, paragraphs 3(xx)(b) of the Order are not applicable.

DATE:30/05/2024
PLACE: INDORE

FOR SHYAM S GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 007309C

Sd/-
SHYAM GUPTA
PARTNER
M.NO.075255
UDIN: 24075255BKAVIR3379

ANNEXURE B

**To the Independent Auditors' Report on
Financial Statements of QUEST LABORATORIES LTD.
(Referred to our report of even date)**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143
of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **QUEST LABORATORIES LTD.** as of December 31, 2023 in conjunction with our audit of the financial statements of the Company for the date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting

principles. A company's internal financial control over financial reporting includes those policies and procedures that

- 1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- 2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- 3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at December 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

DATE: 30/05/2024
PLACE: INDORE

FOR SHYAM S GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 007309C

Sd/-
SHYAM GUPTA
PARTNER
M.NO.075255
UDIN: 24075255BKAVIR3379

QUEST LABORATORIES LIMITED
BALANCE SHEET
Audited Report For The Period Ended 31st March 2024
CIN : U24232MP1998PLC012850

Amount in Rs. Hundreds

Particulars	Note	As at	
		31-Mar-2024	31-Mar-2023
I EQUITY AND LIABILITIES			
1 Share Holders' Funds			
(a) Share Capital	2	11,93,760.00	1,07,876.00
(b) Reserves & Surplus	3	16,70,576.88	14,02,069.09
(c) Money received Against Share Warrants		-	-
Total Share Holders' Funds		28,64,336.88	15,09,945.09
2 Non- Current Liabilities			
(a) Long Term Borrowings	4	1,22,958.28	1,87,621.01
(b) Deferred tax Liabilities (net)	5	76,542.01	62,006.20
(c) Other Long term liabilities		-	-
(d) Long- Term provisions		-	-
Total Non- Current Liabilities		1,99,500.29	2,49,627.21
4 Current Liabilities			
(a) Short-Term Borrowings	6	3,85,132.19	2,22,064.69
(b) Trade Payables			
(A) MSME	7	9,33,665.77	
(B) Other than MSME	7	10,27,405.92	24,60,244.97
(c) Other Current Liabilities	8	-	-
(d) Short- Term provisions	9	5,19,055.50	2,52,297.92
Total current liabilities		28,65,259.38	29,34,607.58
Total EQUITY AND LIABILITIES		59,29,096.55	46,94,179.88
II ASSETS			
1 Non-Current Assets			
(a) Property, Plant and Equipment and intangible assets			
(i) Property, Plant & Equipment	10	10,21,155.55	9,83,939.95
(ii) Intangible assets		-	-
(iii) Capital Work-in Progress			
(iv) Intangible asset under development			
(b) Non-Current Investments	11	8,752.00	8,752.00
(c) Deferred Tax Assets (Net)		-	-
(d) Long term Loans And Advances	12	8,000.00	8,000.00
(e) Other non-current assets	13	7,27,681.77	2,95,828.93
Total Non-Current Assets		17,65,589.32	12,96,520.88
2 Current Assets			
(a) Current Investments		-	-
(b) Inventories	14	16,12,281.84	11,15,722.87
(c) Trade Receivables	15	23,40,843.28	19,93,803.36
(d) Cash and cash Equivalents	16	14,359.34	12,024.89
(e) Short-term Loans and advances	17	9,194.00	13,550.00
(d) Other Current Assets	18	1,86,828.79	2,62,557.87
Total current assets		41,63,507.25	33,97,659.00
TOTAL ASSETS		59,29,096.55	46,94,179.88
Summary of Significant Accounting Policies	1		
See accompanying Notes forming part of the Accounts			

In terms of our report attached.

FOR SHYAM S GUPTA & ASSOCIATES
Chartered Accountants
FRN NO. 007309C

Sd/-
SHYAM GUPTA
PARTNER
M. No.: 075255
Place:INDORE
Date : 30/05/2024
UDIN :24075255BKAVIR3379

Sd/-
ANIL KUMAR SABARWAL
Managing Director
00646133

Sd/-
Ram Krishna Sharma
Chief Financial Officer

Sd/-
TEJASWINI SABARWAL
Whole Time Director
09088283

Sd/-
Jayesh Jain
Company Secretary

QUEST LABORATORIES LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31st MARCH 2024
CIN : U24232MP1998PLC012850

Amount in Rs. Hundreds Except EPS

Particulars	Note	Year Ended	
		31-Mar-2024	31-Mar-2023
I Revenue From Operations	19	82,56,284.03	61,64,061.31
II Other income	20	22,910.92	22,539.23
III Total Income		82,79,194.95	61,86,600.54
IV Expenses			
(a) Cost of materials consumed	21	52,28,961.13	41,72,021.61
(b) Purchase of Stock-in-Trade		-	-
(c) Changes in inventories of Finished goods, stock in trade and WIP	22	(4,443.02)	7,770.66
(e) Employee benefits expense	23	4,27,344.89	3,34,085.78
(f) Finance costs	24	76,392.38	53,842.16
(g) Depreciation and amortisation	10	56,778.35	54,975.73
(h) Other Expenses	25	10,49,568.15	8,65,737.90
Total expenses		68,34,601.87	54,88,433.84
V Profit / (Loss) before exceptional and extraordinary items & tax		14,44,593.08	6,98,166.70
VI Exceptional items		-	-
VII Profit / (Loss) before extraordinary items & tax		14,44,593.08	6,98,166.70
VIII Extraordinary Items			
IX Profit / (Loss) before tax		14,44,593.08	6,98,166.70
X Tax expense:			
(a) Current tax		4,20,665.51	1,79,161.25
Add/Less (b) Deferred tax assets/Liabilities		14,535.81	14,515.18
XI Profit / (Loss) for the period from continuing operations		10,09,391.76	5,04,490.27
XII Profit / (Loss) for the period from discontinuing operations			
XIII Tax expense of discontinuing operations			
XIV Profit / (Loss) for the period from discontinuing operations (after tax)		-	-
XV Profit / (Loss) for the period		10,09,391.76	5,04,490.27
XVI Earnings per share (of Rs. 10/- each)			
Basic and diluted	26	9.11	46.76
Summary of significant accounting policies. The accompanying notes form an integral part of the financial statements.	1		

In terms of our report attached.
FOR SHYAM S GUPTA & ASSOCIATES
Chartered Accountants
FRN NO. 007309C

Sd/-
ANIL KUMAR SABARWAL
 Managing Director
 00646133

Sd/-
TEJASWINI SABARWAL
 Whole Time Director
 09088283

Sd/-
SHYAM GUPTA
PARTNER
M. No.: 075255
Place:INDORE
Date : 30/05/2024
UDIN :24075255BKAVIR3379

Sd/-
Ram Krishna Sharma
 Chief Financial Officer

Sd/-
Jayesh Jain
 Company Secretary

QUEST LABORATORIES LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31st March 2024
CIN : U24232MP1998PLC012850

Amount in Rs. Hundreds

Particulars	As at 31.03.2024	As at 31.03.2023
(A) CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT BEFORE TAX & EXTRA ORDINARY ITEM	14,44,593.11	6,98,166.68
Adjustment To Reconcile Profit Before Tax To Cash Generated By		
Non Cash Items:		
Depreciation & Amortisation	56,778.35	54,975.73
Provision For Employee Benefits		
Non Operating Items:		
Interest received	(22,910.92)	(22,539.23)
Interest paid	76,392.38	53842.16
Profit/Loss On Sale Of Assets	-	-
Operating Profit Before Working Capital Change	15,54,852.92	7,84,445.34
Inventories	(4,96,558.97)	(10,07,005.46)
Trade Receivable	(3,47,039.91)	2,12,386.52
Loans (assets)	4,356.00	-
Provisions	2,66,757.58	(39,670.99)
Other Current Assets	75,729.09	(40,348.28)
Borrowings	1,63,067.50	43,003.20
Trade Payable	(4,99,173.28)	7,55,531.67
Other financial Liabilities		
Other Current Liabilities	-	(1,41,237.37)
Operating Profit After Working Capital Change	7,21,990.93	5,67,104.63
Income Tax Paid	(4,20,665.51)	(1,79,161.25)
Net Cash Flow From Operating Activities (A)	3,01,325.42	3,87,943.38
(B) CASH FLOW FROM INVESTING ACTIVITY		
Sale Of Property Plant & Equipment	-	-
Purchase Of Property Plant & Equipment	(93,993.95)	(3,01,363.70)
Intrest Income	22,910.92	22,539.23
Outflow From Other Non-Current Assets	(4,31,852.84)	(1,03,572.93)
Net Cash outFlow From Investing Activity (B)	(5,02,935.87)	(3,82,397.40)
(C) CASH FLOW FROM FINANCING ACTIVITY		
Issue of Share capital	3,45,000.00	-
Repayment of Borrowings	(64,662.73)	54,144.03
Interest Paid	(76,392.38)	(53,842.16)
Net Cash Flow From Financing Activity (C)	2,03,944.89	301.87
NET INCREASE IN CASH & CASH EQUIVALENT (A+B+C)	2,334.44	5,847.85
Cash & Cash Equivalent At The Beginning Of Period	12,024.90	6,177.04
Cash & Cash Equivalent At The End Of Period	14,359.34	12,024.90

In terms of our report attached.

FOR SHYAM S GUPTA & ASSOCIATES

Chartered Accountants

FRN NO. 007309C

Sd/-

ANIL KUMAR SABARWAL

Managing Director

00646133

Sd/-

TEJASWINI SABARWAL

Whole Time Director

09088283

Sd/-

SHYAM GUPTA

PARTNER

M. No.: 075255

Place:INDORE

Date : 30/05/2024

UDIN :24075255BKAVIR3379

Sd/-

Ram Krishna Sharma

Chief Financial Officer

Sd/-

Jayesh Jain

Company Secretary

QUEST LABORATORIES LIMITED
CIN - U24232MP1998PLC012850

ACCOUNTING POLICIES AND NOTES OF ACCOUNTS
Upto 31st March 2024

A. ACCOUNTING POLICIES

1. Accounting Convention

The Financial statements have been prepared in accordance with the historical cost convention on an accrual basis and comply with the applicable Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and Accounting Standard – 30 on Financial Instruments to the extent it does not contradict with any other Accounting Standard.

These Financial Statements have been prepared as required under relevant provision of the Companies Act, 2013 and the presentation is based on the Schedule III of the Companies Act, 2013.

2. Fixed Assets and Depreciation

Fixed Assets are stated at cost of acquisition/construction.

Tangible Assets are carried at cost of acquisition less accumulated depreciation and accumulated impairment losses, if any. The costs of acquisition of assets are inclusive of all the rates taxes and freight paid less any taxes or input receivables.

Depreciation

During the year Company has charged Depreciation as per Straight line method on the basis of single shift at the rates and in the manner prescribed in Schedule II of the Companies Act 2013.

3. Revenue Recognition

Sales are recognized when significant risks and rewards of ownership in the goods are transferred to the buyer as per the terms of contract. Provisions for sales returns and other off invoice allowances relating to that year's sale are offset from sales. Other incomes are recognized on accrual basis.

4. Inventories

Inventories, other than stores and spares are stated at cost or net realizable value whichever is lower. Stores and spares are carried at cost; provision is made for obsolete, slow-moving and defective stocks, wherever necessary. Cost is determined on FIFO method for all categories of inventories. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to its present location and condition.

5. Impairment of assets

An Asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is normally charged to Profit & Loss account in the year in which an asset is identified as impaired. The Company holds no asset whose carrying cost exceeds its recoverable value as on 31/03/2024.

6. Borrowing cost

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalized as part of such assets. Borrowing costs include amortization of issue & ancillary costs relating to the borrowings which are appropriately amortized over the expected term of the borrowing.

7. Employee Benefit Expenses

Employee benefits are accounted for on accrual basis. Liabilities for compensated absences are determined based on independent valuation at year end and charge is recognized in the statement of profit and loss.

8. Accounting For Taxes On Income

Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with local laws of various jurisdiction.

Deferred tax assets and liabilities are recognized for future tax consequences attributable to the timing differences that result between taxable profit and the profit as per the financial statement. Income Tax liability has been computed under Minimum Alternate Tax (MAT). The excess tax paid under MAT provisions being over and above regular tax liability can be carried forward for a period of ten years from the year of recognition and is available for set off against future tax liabilities computed under regular tax provisions, to the extent of MAT (i.e. Minimum 15% tax of Book Profit). The difference of tax payable on normal provision and the MAT provision is Booked as MAT credit entitlement. (During the year amount of Rs 4,20,66,551.25/- has been recognized as provision for income tax and Rs 14,53,580.94/- as provision for Deferred Tax Liability)

9. Contingent Liabilities And Provisions

Contingent liabilities are appropriately disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.

Provisions are recognized when there is a present obligation as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

10. Foreign Currency Transactions / Translations

There is no Foreign Currency Transactions during the current financial year.

11. Earnings Per Share

In arriving at the EPS, the company's net profit after tax is divided by the weighted average number of equity shares outstanding on the last day of the reporting period. The EPS thus arrived at is known as 'Basic EPS' To arrive at the diluted EPS, the net profit after tax, referred above, is divided by the weighted average number of equity shares, as computed below and the weighted average number of equity shares that could have been issued on conversion of shares having potential dilutive effect subject to the terms of issue of those potential shares.

B. NOTES OF ACCOUNTS:

- 1 Balance under sundry debtors, other current assets, sundry creditors, and loans & advances are subject to confirmation and reconciliation if any.
- 2 In opinion of the management, Current Assets, Loans and Advances have the value at which they are stated in the Balance Sheet if realized in the ordinary course of the business and provisions for all known liabilities are adequate and not in excess of the amount reasonably necessary.
- 3 The figure of the previous year has been regrouped wherever considered necessary to confirm to current year's presentation. The figures have been rounded off to the nearest rupee.

4 Auditors Remuneration (In Rs.): 2023 -24 2022-23

Fees for Statutory Audit	Rs.200000.00	Rs.200000.00
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5 Related Party Disclosure

Pursuant to AS-18 on Related party Disclosures, following are the transaction with the related parties during the year:-

Name	Relation	Nature of Transaction	2023-24 Rs.	2022-23 Rs.
Anil Sabarwal	Director	Salary	600000	600000
Sakshi Sabarwal	Director's Daughter	Salary	180000	120000
Vinayak Sabarwal	Director's Son	Salary	240000	180000
Tejaswini Sabarwal	Director	Salary	240000	150000

6. Taxes On Income

During the year Rs 4,20,66,551.25/- has been provided as provision for Current tax and Rs 14,53,580.94/- as provision for Deferred Tax Liability.

7. Earnings Per Share (EPS)

For the information relevant for AS-20, the calculation of the Basic and Diluted Earnings Per share is based on the following data:

	2023-24 Rs.	2022-23 Rs.
Net Profit/(Loss) available for appropriation (For Basic EPS)	10,09,39,178.41	50448062.07
Weighted Average Number of Equity Shares (For Basic EPS)	11937600	1078760
EPS (Basic)	9.11	46.76
Face Value Per Equity Share	10.00	10.00

Calculation of Weighted Average No. of Shares for the year 2023-24

Particular	Actual Shares	Weighted No. of Shares
No. of Shares at Beginning of Accounting Period 01.04.2023	10787600	10787600
No. of Shares at End of Accounting Period 31.03.2024	11937600	11937600

FOR SHYAM S GUPTA & ASSOCIATES
Chartered Accountants
FRN NO. 007309C

Sd/-
ANIL KUMAR SABARWA
Managing Director
00646133

Sd/-
TEJASWINISABARWAL
Whole Time Director
09088283

Sd/-
SHYAM GUPTA
PARTNER
M. No.: 075255
Place: Indore
Date: 30/05/2024
UDIN :24075255BKAVIR3379

Sd/-
Ram Krishna Sharma
Chief Financial Officer

Sd/-
Jayesh Jain
Company Secretary

Note	Particulars	Amount in Rs. Hundreds			
		31-Mar-2024		31-Mar-2023	
2	Share Capital				
	(a) Authorised 12000000 Number of Equity shares of Rs. 10/- each		12,00,000.00		2,00,000.00
	(b) Issued, Subscribed and Paid Up Number of Equity shares 1,19,376.00 of Rs. 10/- each		11,93,760.00		1,07,876.00
2A	Reconciliation of the number of Shares Outstanding				
	Equity Shares		31-Mar-2024		31-Mar-2023
			Nos. Rs. in Hundreds		Nos. Rs. in Hundreds
	At the beginning of the year		1078760 107876		1078760 107876
	Movements for the year		10858840 1085884		- -
	Outstanding at the end of the year		11937600 1193760		1078760 107876
2B	The details of shareholders holding more than 5 % shares :-				
	Name of Shareholder		31-Mar-2024		31-Mar-2023
			No. of shares % Held		No. of shares % Held
	Anil Sabarwal		10167250 85.17		1016725 94.25
2C	Shares held by promoters at the end of the year				
	Name of Promoter		31-Mar-2024		31-Mar-2023
			No. of shares % Held		No. of shares % Held
	Anil Sabarwal		10167250 85.17		1016725 94.25
	Tejaswini Sabarwal		407000 3.41		40700 3.78
	Vinayak Sabarwal		212650 1.78		
	Totals		10787600		10787600
3	Reserves & Surplus				
	(a) Capital Reserve				
	Opening Balance		-		-
	Movement During the year		-		-
	Closing Balance		-		-
	(b) Security Premium				
	Opening Balance		1,59,784.00		1,59,784.00
	Bonus Issue		(1,59,784.00)		-
	Movement During the year		2,30,000.00		-
	Closing Balance		2,30,000.00		1,59,784.00
	(c) General Reserve				
	Opening Balance		-		-
	Movement During the year		-		-
	Closing Balance		-		-
	(d) Retained Earnings				
	Opening Balance		12,42,285.10		7,37,794.84
	Profit/(Loss) for the year		10,09,391.78		5,04,490.25
	Bonus Issue		(8,11,100.00)		-
	Closing Balance		14,40,576.88		12,42,285.09
	Total Reserves & Surplus		16,70,576.88		14,02,069.09
4	Long Term Borrowings				
	(a) Secured Loans				
	(a) From Banks*		1,22,958.28		1,85,942.66
	Aggregate of (a) Secured Loans		1,22,958.28		1,85,942.66
	(b) Unsecured				
	(a) From Related Parties		-		-
	(b) Others		-		1,678.35
	Aggregate of (b) Unsecured		-		1,678.35
	*Secured by the way of Hypothecation of Stock				
	Total Long Term Borrowings		1,22,958.28		1,87,621.01

5		Deferred Tax	Amount in Rs. Hundreds	
31st March 2024				
	Particular	Opening Balance	Debit/(credit) in P&L During the year	Closing balance
DTA/DTL	Carry forward unabsorbed depreciation	62,006.20	14,535.81	76,542.01
(Net)	Totals	62,006.20	14,535.81	76,542.01
31st March 2023				
	Particular	Opening Balance	Debit/(credit) in P&L During the year	Closing balance
DTL	Carry forward unabsorbed depreciation	47,491.02	14,515.18	62,006.20
(Net)	Totals	47,491.02	14,515.18	62,006.20
Amount in Rs. Hundreds				
Note	Particulars	31-Mar-2024	31-Mar-2023	
6	Short-Term Borrowings			
	(a) Secured Loans			
	(a) From Banks*	3,85,132.19	1,96,998.02	
	(b) Current maturities of Long term Borrowings			
	Aggregate of (a) Secured Loans	3,85,132.19	1,96,998.02	
	(b) Unsecured			
	(a) From Banks		-	
(b) From other than banks		25,066.67		
	Aggregate of (b) Unsecured	-	25,066.67	
	* Secured by the way of Mortgage of Plant			
	Total Short-Term Borrowings	3,85,132.19	2,22,064.69	
Amount in Rs. Hundreds				
Note	Particulars	31-Mar-2024	31-Mar-2023	
7	Trade Payables			
	(a) MSME	9,33,665.77		
	(b) Other Than MSME	10,27,405.92	24,60,244.97	
	Total Trade Payables	19,61,071.69	24,60,244.97	
Amount in Rs. Hundreds				
Note	Particulars	31-Mar-2024	31-Mar-2023	
8	Other Current Liabilities			
	Less: Advance From Debtors			-
	Total Other Current Liabilities			-
Amount in Rs. Hundreds				
Note	Particulars	31-Mar-2024	31-Mar-2023	
9	Short- Term provisions			
	(a) Income Tax Provision	4,20,665.51	1,79,161.25	
	(b) Audit Fees	2,000.00	2,000.00	
	© GST on RCM			
	(d) Interest on GST Payable	-	-	
	(e) Interest on TDS Payable			
	(f) Wages Payable			
	(g) Telephone Expenses Payable	32.98	16.61	
	(h) Salary Payable	32,817.68	31,470.97	
	(i) Commision Payable			
	(j) Directors Salary Payable	8,972.17	7,317.71	
	(k) Electricity Bill Payable	2,232.88	3,496.25	
	(l) PF Payable	1,538.63	1,023.05	
	(m) TCS Payable		743.41	
	(n) TDS Payable	12,814.28	6,328.72	
	(o) Bonus Payable	20,591.42	20,502.50	
	(p) ESIC Payable	244.25	207.45	
	(q) Professional Tax Payable	-	30.00	
	® CSR Payble	17,145.70		
	Total Short- Term provisions	5,19,055.50	2,52,297.92	

Note	Particulars	31-Mar-2024	31-Mar-2023
11	Non-Current Investments		
	Quoted Investments		
	Investment In Equity Shares		
	Choksi Laboratories Ltd	8,752.00	8,752.00
	Aggregate of Quoted Investments	8,752.00	8,752.00
	Unquoted Investments	-	-
	Aggregate of Unquoted Investments	-	-
	Total Non-Current Investments	8,752.00	8,752.00
Note	Particulars	31-Mar-2024	31-Mar-2023
12	Long term Loans And Advances		
	(a) Loans To Related Party		
	(a) Loans Receivables considered good - Secured		
	(b) Loans Receivables considered good - Unsecured		
	(c) Loans Receivables which have significant increase in credit risk		
	(a) Loans Receivables- Credit imapired		
	Aggregate of (a) Loans To Related Party	-	-
	(b) Loans to Others		
	(a) Loans Receivables considered good - Secured		
	(b) Loans Receivables considered good - Unsecured	8,000.00	8,000.00
	(c) Loans Receivables which have significant increase in credit risk		
	(a) Loans Receivables- Credit imapired		
	Aggregate of (b) Loans to Others	8,000.00	8,000.00
	Total Long term Loans And Advances	8,000.00	8,000.00
			Amount in Rs. Hundreds
Note	Particulars	31-Mar-2024	31-Mar-2023
13	Other non-current assets		
	(a) Capital Advances		
	(b) Other Than Captal Advances		
	(c) Security Deposits	7,27,681.77	2,95,828.93
	(d) Advances to Related parties	-	-
	Total Other non-current assets	7,27,681.77	2,95,828.93
			Amount in Rs. Hundreds
Note	Particulars	31-Mar-2024	31-Mar-2023
14	Inventories		
	(a) Raw Materials	9,56,200.88	7,92,575.94
	(b) Finished Goods	6,902.50	2,459.48
	© Packing Material	6,49,178.46	3,20,687.45
	(e) Stores and Spares		
	(f) Loose Tools		
	(g) Others		
	Total Inventories	16,12,281.84	11,15,722.87
			Amount in Rs. Hundreds
Note	Particulars	31-Mar-2024	31-Mar-2023
15	Trade Receivables		
	(a) Trade Receivables considered good - Secured		
	(b) Trade Receivables considered good - Unsecured	24,44,343.13	19,93,803.36
	(c) Trade Receivables - Doubtful		-
	Less: Advance From Debtors	(1,03,499.85)	
	Total Trade Receivables	23,40,843.28	19,93,803.36
			Amount in Rs. Hundreds
Note	Particulars	31-Mar-2024	31-Mar-2023
16	Cash and cash Equivalents		
	(a) Cash in hand		
	Cash in hand	10,061.73	9,339.79
	(c) Balances with banks		
	(i) In current accounts		
	Union Bank of India	2,920.89	2,415.18
	HDFC Bank	1,376.72	269.93
	Total Cash and cash Equivalents	14,359.34	12,024.90

Note	Particulars	31-Mar-2024	31-Mar-2023
17	Short-term Loans and advances		
	(a) Loans To Related Party		
	(a) Loans Receivables considered good - Secured		
	(b) Loans Receivables considered good - Unsecured	1,304.00	6,700.00
	(c) Loans Receivables which have significant increase in credit risk		
	(a) Loans Receivables- Credit imapirod		
	Aggregate of (a) Loans To Related Party	1,304.00	6,700.00
	(b) Loans to Others		
	(a) Loans Receivables considered good - Secured		
	(b) Loans Receivables considered good - Unsecured	7,890.00	6,850.00
	(c) Loans Receivables which have significant increase in credit risk		
	(a) Loans Receivables- Credit imapirod		
	Aggregate of (b) Loans to Others	7,890.00	6,850.00
	Total Short-term Loans and advances	9,194.00	13,550.00
Amount in Rs. Hundreds			
Note	Particulars	31-Mar-2024	31-Mar-2023
18	Other Current Assets		
	ADVANCE TAX	74,500.00	25,000.00
	INCOME TAX REFUND RECIEVABLE	1,859.76	1,859.76
	PREPAID INSURANCE	1,047.15	2,000.58
	TCS RECEIVABLE	322.28	360.87
	TDS RECEIVABLE	6,471.89	3,114.12
	GST RECEIVABLE	89,745.74	1,99,759.71
	GST TDS RECIEVABLE	7,344.23	25,675.46
	INCOME TAX - MAT CREDIT ENTITLEMENT	3,239.24	3,239.24
	TDS ON ELECTRICITY		22.30
	TDS ON FDR INTEREST	2,220.89	952.87
	INTREST RECEIVABLE	77.61	66.67
	ADVANCE SALARY		
	GST RECEIVABLE ON RCM		506.29
	Total Other Current Assets	1,86,828.79	2,62,557.87
Amount in Rs. Hundreds			
Note	Particulars	31-Mar-2024	31-Mar-2023
19	Revenue From Operations	82,56,284.03	61,64,061.31
	Total Revenue From Operations	82,56,284.03	61,64,061.31
Amount in Rs. Hundreds			
Note	Particulars	31-Mar-2024	31-Mar-2023
20	Other income		
	DUTY DRAWBACK	-	-
	INTEREST ON DEPOSITS	22,429.78	9,528.71
	INTEREST ON SD ELECTRICITY	481.14	222.37
	SUBSIDY		12,277.50
	DISCOUNT		110.65
	SALE OF PRINTER		400.00
	Total Other income	22,910.92	22,539.23
Amount in Rs. Hundreds			
Note	Particulars	31-Mar-2024	31-Mar-2023
21	Cost of materials consumed		
	Opening Stock	11,13,263.39	98,487.26
	Add:- Purchases	57,21,077.08	51,86,797.74
		-	-
		68,34,340.47	52,85,285.00
	Less:- Closing Stock	16,05,379.34	11,13,263.39
	Total Cost of materials consumed	52,28,961.13	41,72,021.61
Amount in Rs. Hundreds			
Note	Particulars	31-Mar-2024	31-Mar-2023
22	Changes in inventories of Finished goods		
	AT THE BEGINNING OF THE ACCOUNTING PERIOD	2,459.48	10,230.14
	AT THE END OF THE ACCOUNTING PERIOD	6,902.50	2,459.48
	Total Changes in inventories of Finished goods	(4,443.02)	7,770.66

Amount in Rs. Hundreds			
Note	Particulars	31-Mar-2024	31-Mar-2023
23	Employee benefits expense		
	OFFICE STAFF SALARY	3,03,914.72	2,35,997.36
	WAGES		
	DIRECTOR,S REMUNERATIONS	84,000.00	75,000.00
	CONTRIBUTION TO PROVIDENT FUND	8,909.07	4,829.10
	CONTRIBUTION TO ESIC	2,363.32	1,630.16
	OTHER EXPENSES		-
	WORKERS AND STAFF WELFARE	1,518.83	3,656.14
	SALARY A/C ORS STAFF	26,638.95	12,973.02
	Total Employee benefits expense	4,27,344.89	3,34,085.78
Amount in Rs. Hundreds			
Note	Particulars	31-Mar-2024	31-Mar-2023
24	Finance costs		
	INTEREST TO BANK ON CC A/C	39,902.16	22,146.66
	INTEREST ON LOANS	14,584.02	12,123.68
	BANK CHARGES	747.77	1,870.69
	INTEREST ON TCS	-	-
	INTEREST ON TDS	85.58	0.80
	INTEREST ON INCOME TAX	18,092.01	15,470.74
	INTEREST ON GST	-	855.77
	RENEWAL CHARGES	2,875.00	
	INTREST ON LEASE RENT (MPIDC)	25.84	
	ET DEMAND	-	1,373.82
	BANK AUDIT CHARGE	80.00	
	Total Finance costs	76,392.38	53,842.16
Amount in Rs. Hundreds			
Note	Particulars	31-Mar-2024	31-Mar-2023
25	Other Expenses		
	MANUFACTURING EXPENSE :		
	ANALYTICAL EXPENSES	24,097.12	17,084.36
	CYLINDER CHARGE	81.00	987.36
	FACTORY EXPENSES	21,660.12	19,245.74
	FREIGHT INWARD	1,662.00	1,763.81
	INSURANCE ON PURCHASE	2.63	34.87
	INSURANCE ON INWARD	126.88	127.16
	PACKING AND FORWARDING EXPENSES		831.00
	POWER & FUEL	17,937.48	17,857.50
	REPAIR TO MACHINERY	5,601.34	6,722.84
	ELECTRICITY EXPENSE	48,368.35	42,626.87
	TESTING CHARGES	20,292.25	18,672.77
	FRIEGHT EXPENSES	24.00	
	ADMINISTARTIVE EXPENSE		
	AUDIT FEES	2,000.00	2,000.00
	BONUS	20,950.42	20,502.50
	BUILDING REPAIR AND MAINTAINANCE	-	1,402.18
	CARTAGE	-	14.00
	COMPUTER REPAIR & MAINTAINANCE	725.70	492.65
	COURIER CHARGES	5.00	3.00
	CONSULTANCY FEES	1,502.50	42,050.00
	ANNUAL CUSTODIAL CHARGES	112.50	
	DECORATION EXPENSESS	-	7,500.00
	APPLICATION PROCESSING FEES	300.00	
	DIWALI GIFT	-	10,290.38
	DONATION	-	31.00
	IPO EXPENSES	1,231.64	
	EVENT EXPENSES	-	8,474.57
	NSE LISTING FEES	250.00	
	FRIEGHT RCM	6,721.94	3,692.10

	GENERAL INSURANCE	3,124.93	2,295.10
	GST REGISTRATION AMENDMENT	50.00	
	GST RETURN FEES	292.00	
	KEYMAN INSURANCE	15,337.50	15,675.00
	LEASE RENT	245.93	1,373.82
	LEGAL FEES	17,590.88	1,969.60
	LICENSE RENEWAL FEES	115.00	2,123.20
	MAINTAINANCE CHARGE	325.20	
	MEMBERSHIP FEES	-	66.00
	OFFICE AND GENERAL EXPENSES	6,761.78	29,619.08
	PENALTY	2,24,263.62	2,24,188.37
	PEST CONTROL	912.00	731.00
	PNG INDUSTRIAL	8,457.07	9,483.61
	PROFESSIONAL TAX	30.00	30.00
	PROFESSIONAL FEES	9,350.00	10,653.03
	REPAIR & MAINTENANCE (MOTOR VEHICLE)	3,848.29	3,962.36
	ROC EXPENSES	64.42	137.10
	STAMP CHARGES	-	3,669.10
	STATIONERY & PRINTING	2,802.87	1,481.79
	TELEPHONE EXP.	778.10	839.16
	TRAVELLING EXP	6,756.52	6,866.86
	TENDER EXPENSES	954.24	177.00
	BAD DEBTS		
	POSTAGE & TELEGRAM	3.00	
	RTO CHARGES	1,242.49	755.00
	GST REVERSAL		
	PRELIMINARY EXPENSES	7,200.00	
	PROPERTY TAX PITHAMPUR	-	368.15
	GRATUITY VALUATION CHARGES	200.00	
	PROVISION FOR CSR EXP.	17,145.70	
	SELLING & DISTRIBUTION EXPENSE		
	ADVERTISEMENT EXPS.	819.20	410.00
	BANK COMMISSION	1,530.73	4,304.93
	COMMISSION	1,91,626.05	67,314.29
	INSURANCE FOR GOODS IN TRANSIT	3.04	2.63
	FREIGHT & CARTAGE(OUTWARD)	3,52,553.87	2,54,421.72
	UNLOADING CHARGES	1.95	266.13
	PACKING & COURIER EXPENSES		
	RATE DIFFERENCE	1,521.01	138.48
	ROUND OFF	7.89	8.73
	Total Other Expenses	10,49,568.15	8,65,737.90
26	Earning Per Share		
	Basic & Diluted earning per equity share are recorded in accordance with IND AS-33 "Earnings Per Share". Basic & diluted earnings per equity share are calculated by dividing Net profit after tax of Rs.100939176 by Nos.of equity shares 11937600 (Face value of Rs.10/- each)		

QUEST LABORATORIES LIMITED
Notes To The Financial Statement for the year ended on 31st March, 2024
Note - 10

Property, plant and equipment	Gross Block				Accumulated Depreciation			Net Block	
	Balance as at April 1 2023	Additions During the year	Sales/ Deduction	Balance as at 31st March, 2024	Balance as at April 1 2023	Depreciation for the period	Deducti on during the year	Balance as at 1 April 2023	Balance as at 31st March, 2024
Tangible Assets									
PLANT AND MACHINERY	4,69,723.01	44,901.07	5,357.46	5,09,266.62	1,61,594.71	24,938.33	-	3,08,128.31	3,22,733.58
FURNITURE AND FIXTURE	15,408.34	-	-	15,408.34	5,365.22	920.55	-	10,043.13	9,122.58
MOBILE	2,948.51	-	-	2,948.51	2,333.13	299.23	-	615.39	316.16
VEHICLES (CAR)	50,213.60	-	-	50,213.60	19,464.95	4,997.14	-	26,689.46	25,751.51
ELECTRIC EQUIPMENT	14,835.10	-	-	14,835.10	10,744.55	1,340.25	-	4,090.55	2,750.30
COMPUTERS	5,024.92	817.55	-	5,842.47	3,577.22	516.69	-	4,094.41	1,748.06
LAPTOP	215.90	-	-	215.90	4.86	64.96	-	211.04	146.08
PRINTERS	3,398.60	385.16	-	3,783.76	4,147.23	181.67	-	638.99	545.14
ANALYTICAL EQUIPMENT	27,625.57	448.99	-	28,074.56	5,151.82	2,612.37	-	15,090.13	20,310.37
MINIBUS(TRAVELLER)	18,709.41	-	-	18,709.41	11,678.72	1,407.54	-	6,506.16	5,623.15
BUILDING	6,81,880.33	51,692.84	-	7,33,573.17	29,318.91	18,951.96	-	5,95,924.07	6,85,302.30
CCTV CAMERA	801.79	1,105.80	-	1,907.59	67,272.43	80.70	-	216.43	65,445.54
LAND	10,430.00	-	-	10,430.00	530.00	-	-	10,430.00	9,900.00
AIR CONDITIONER	3,015.52	-	-	3,015.52	2,028.7	285.72	-	2,297.71	2,526.93
FAN	86.11	-	-	86.11	523.12	8.19	-	531.31	445.20
COOLER	990.00	-	-	990.00	118.53	94.05	-	212.58	777.42
LED TV	101.55	-	-	101.55	167.45	28.64	-	33.63	94.54
STEAMER	35.99	-	-	35.99	49.61	2.28	-	51.89	15.90
WATCH	580.00	-	-	580.00	17.41	36.73	-	54.14	525.86
FREEZE	180.00	-	-	180.00	1.06	11.36	-	178.94	167.57
Total	13,06,204.25	99,351.41	5,357.46	14,00,198.20	3,22,264.30	56,778.35	-	9,83,939.95	10,21,155.55
Property, plant and equipment									
	Balance as at April 1 2022	Additions During the year	Sales/ Deduction	Balance as at 31st March 2023	Balance as at April 1 2022	Depreciation for the period	Deducti on during the year	Balance as at 1 April 2022	Balance as at 31st March 2023
Tangible Assets									
PLANT AND MACHINERY	3,49,404.13	1,25,676.34	5,357.46	4,69,723.01	1,37,728.72	23,865.99	-	2,11,675.41	3,08,128.30
FURNITURE AND FIXTURE	11,650.82	3,757.52	-	15,408.34	4,277.66	1,087.56	-	7,373.17	10,043.12
MOBILE	2,738.56	209.95	-	2,948.51	2,039.23	293.90	-	699.33	615.38
VEHICLES (CAR)	36,789.71	13,423.89	-	50,213.60	14,734.19	4,730.76	-	17,996.33	30,748.65
ELECTRIC EQUIPMENT	14,835.10	-	-	14,835.10	9,405.77	1,338.78	-	5,429.33	4,090.55
COMPUTERS	3,891.95	1,132.97	-	5,024.92	3,254.06	323.66	-	637.89	1,447.20
LAPTOP	16.00	199.90	-	215.90	-	4.86	-	16.00	211.04
PRINTERS	3,398.60	-	-	3,398.60	4,059.19	88.04	-	727.03	748.63
ANALYTICAL EQUIPMENT	22,890.35	4,735.22	-	27,625.57	2,671.57	2,480.25	-	12,835.16	22,473.75
MINIBUS(TRAVELLER)	13,709.41	5,000.00	-	18,709.41	10,055.19	1,623.53	-	3,129.69	7,030.69
BUILDING	5,31,050.96	1,50,829.37	-	6,81,880.33	10,579.72	18,739.19	-	29,318.91	6,52,561.42
CCTV CAMERA	801.79	-	-	801.79	67,217.07	55.36	-	67,272.43	66,470.64
LAND	10,430.00	-	-	10,430.00	530.00	-	-	10,430.00	9,900.00
AIR CONDITIONER	2,055.51	960.01	-	3,015.52	-	202.87	-	1,540.58	2,812.65
FAN	86.11	-	-	86.11	514.94	8.18	-	61.62	437.01
COOLER	990.00	-	-	990.00	24.48	94.05	-	841.84	871.47
LED TV	101.55	-	-	101.55	148.16	19.29	-	52.92	65.90
STEAMER	-	35.99	-	35.99	48.62	0.99	-	49.61	13.62
WATCH	-	580.00	-	580.00	-	17.41	-	-	562.59
FREEZE	-	180.00	-	180.00	-	1.06	-	1.06	178.94
Total	10,04,840.55	3,06,721.16	5,357.46	13,06,204.25	2,67,288.57	54,975.73	-	7,37,551.98	9,83,939.95

QUEST LABORATORIES LIMITED

Notes to Standalone Financial Statements for the Period ended 31st March 2024

A Trade Payable Ageing Schedule

		As on 31st March 2024				Amount in Rs. Hundreds
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i) MSME	9,33,665.77	-	-	-	9,33,665.77	
(ii) Others	8,14,814.75	1,47,352.40	65,238.77	-	10,27,405.92	
(iii) Disputed Dues- MSME	-	-	-	-	-	
(iv) Disputed Dues- Others	-	-	-	-	-	
		Amount in Rs. Hundreds				
		As on 31st March 2023				Total
Particulars	Outstanding for following periods from due date of payment					
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i) MSME	22,29,037.62	1,96,380.39	34,826.96	-	24,60,244.97	
(ii) Others	-	-	-	-	-	
(iii) Disputed Dues- MSME	-	-	-	-	-	
(iv) Disputed Dues- Others	-	-	-	-	-	

Notes to Financial Statements for the Period year ended 31st March 2024

15A Trade Receivables Ageing Schedule

Amount in Rs. Hundreds

As on 31st March 2024

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered goods						-
Provision for doubtful debts						-
Undisputed Trade receivables - considered goods(Net of provision)	21,13,204.37	60,187.30	58,327.62	1,09,123.98		23,40,843.27
(ii) Undisputed Trade Receivables - considered doubtful						-
Provision for doubtful debts						-
Undisputed Trade Receivables - considered doubtful(Net of provision)	-	-	-	-	-	-
(iii) Disputed Trade Receivables- considered goods						-
Provision for doubtful debts						-
Disputed Trade Receivables- considered goods(Net of provision)	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful						-
Provision for doubtful debts						-
Disputed Trade Receivables - considered doubtful(Net of provision)	-	-	-	-	-	-

Amount in Rs. Hundreds

As on 31st March 2023

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered goods						-
Provision for doubtful debts						-
Undisputed Trade receivables - considered goods(Net of provision)	14,44,912.65	2,95,814.10	1,35,804.07	1,17,272.54		19,93,803.36
(ii) Undisputed Trade Receivables - considered doubtful						-
Provision for doubtful debts						-
Undisputed Trade Receivables - considered doubtful(Net of provision)	-	-	-	-	-	-
(iii) Disputed Trade Receivables- considered goods						-
Provision for doubtful debts						-
Disputed Trade Receivables- considered goods(Net of provision)	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful						-
Provision for doubtful debts						-
Disputed Trade Receivables - considered doubtful(Net of provision)	-	-	-	-	-	-